

The impossible is solved by incredible people

Towards a more competitive and robust region



HAND IN HAND WITH THE INCREDIBLE

Disclaimer

This presentation contains forward-looking statements that reflect management's current views with respect to certain future events and potential financial performance.

Although SpareBank 1 SR-Bank believes that the expectations reflected in such forward-looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward-looking statements as a result of various factors.

Important factors that may cause such a difference for SpareBank 1 SR-Bank include, but are not limited to: (i) the macroeconomic development, (ii) change in the competitive climate, (iii) change in the regulatory environment and other government actions and (iv) change in interest rate and foreign exchange rate levels.

This presentation does not imply that SpareBank 1 SR-Bank has undertaken to revise these forward-looking statements, beyond what is required by applicable law or applicable stock exchange regulations if and when circumstances arise that will lead to changes compared to the date when these statements were provided.



The leading financial group in the southwest of Norway

Rogaland

Population	470.000
Market share	36 %
Year of establishment	1839
Market strategy	Market leader
Unemployment rate	3.4%

Hordaland

Population	516.000
Market share	6 %
Year of establishment	2006
Market strategy	Entry/growth
Unemployment rate	2.8 %

Agder

Population	298.000
Market share	8 %
Year of establishment	2002
Market strategy	Growth
Unemployment rate	3.0 %

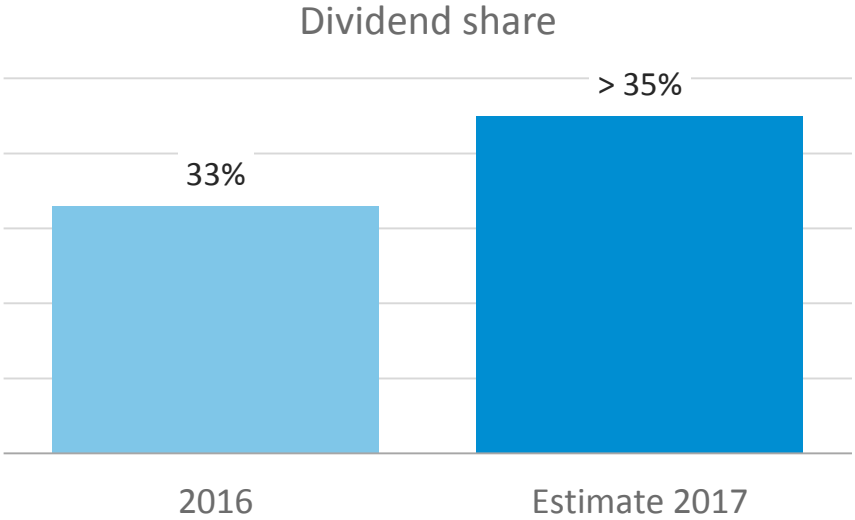
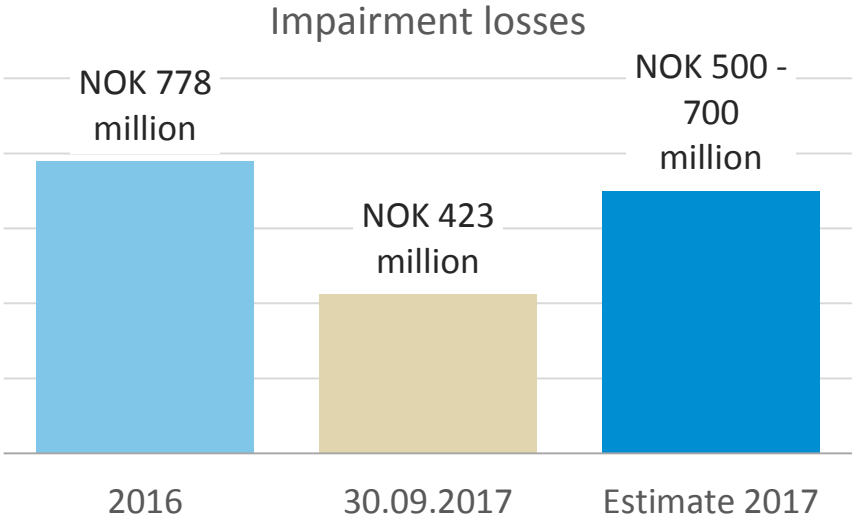
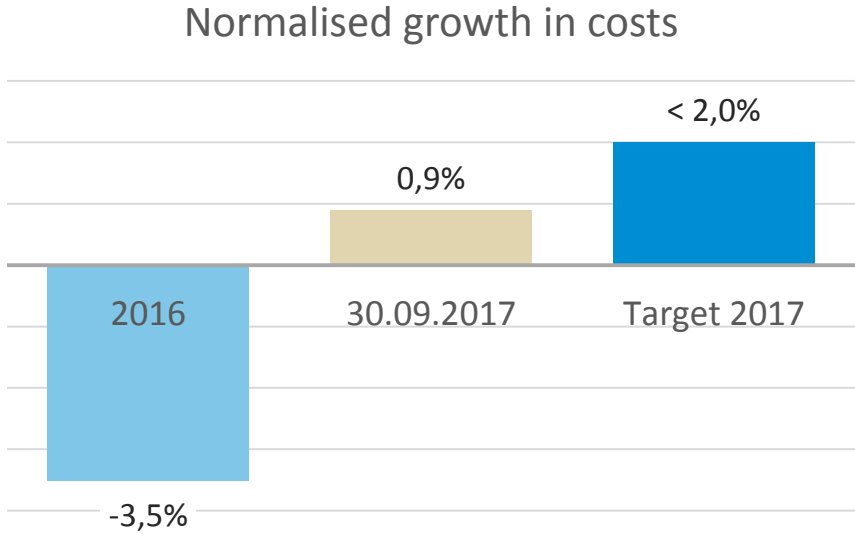
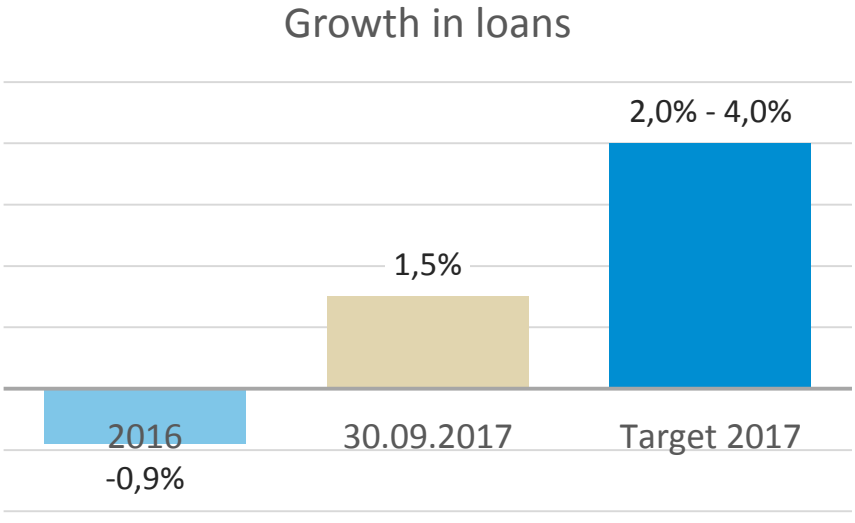
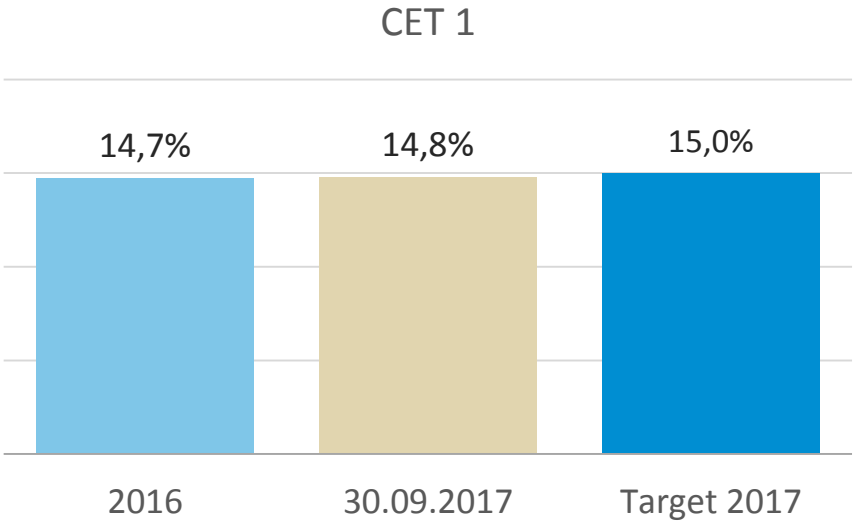
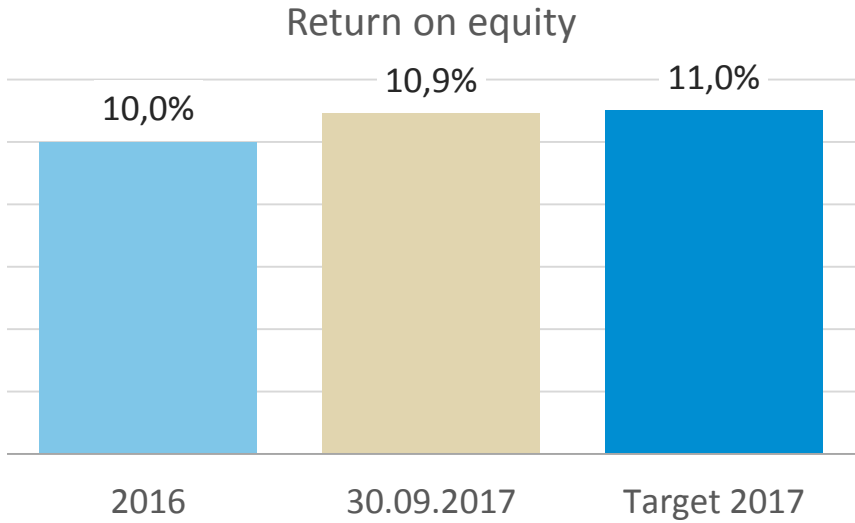


A very good result characterised by strong underlying operations

- Pre-tax profit for the quarter is NOK 750 million compared to NOK 660 million last year
 - Return on equity after tax 12.9 %
- Pre-tax profit year-to-date is NOK 1.910 million compared to NOK 1.633 million last year
 - Return on equity after tax 10.9 %
- Impairment losses on loans is NOK 423 million compared to NOK 616 million last year
 - 0.31 % of gross lending including covered bond companies as at 30 September 2017
- 12 months lending growth of 1.2 %
 - Growth of loans year-to-date is 1.5 %
 - Risk-weighted assets (RWA) is increased by 2.3% the last 12 months
- 12 months deposits growth of 13,0 %
- Normalised costs growth of 0.9 %*
 - Growth in costs of 7.0 % (NOK 105 million) over the last 12 months, of which financial activity tax is NOK 30 million and EiendomsMegler 1 has increased costs by NOK 25 million. In addition, the costs increased due to the group's focus on further digital development and the robotisation of standardised work processes.
- Common equity tier 1 capital ratio increased to 14.8% from 13.8% last year
 - Common equity tier 1 is 15.1% taking into account rebalancing of ownership in SpareBank 1 Boligkreditt

***Normalised costs growth does not include costs from EiendomsMegler 1 AS and Regnskapshuset SR AS. In addition financial activity tax, bonuses costs and costs regarding acquired assets are excluded from the calculation.*

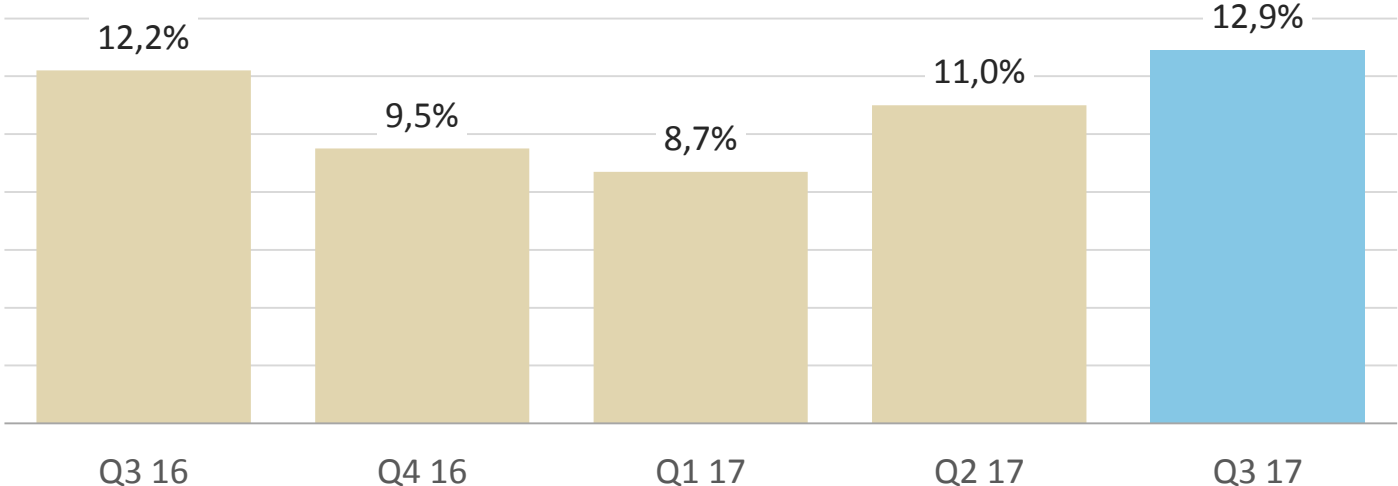
Financial targets and estimates for 2017



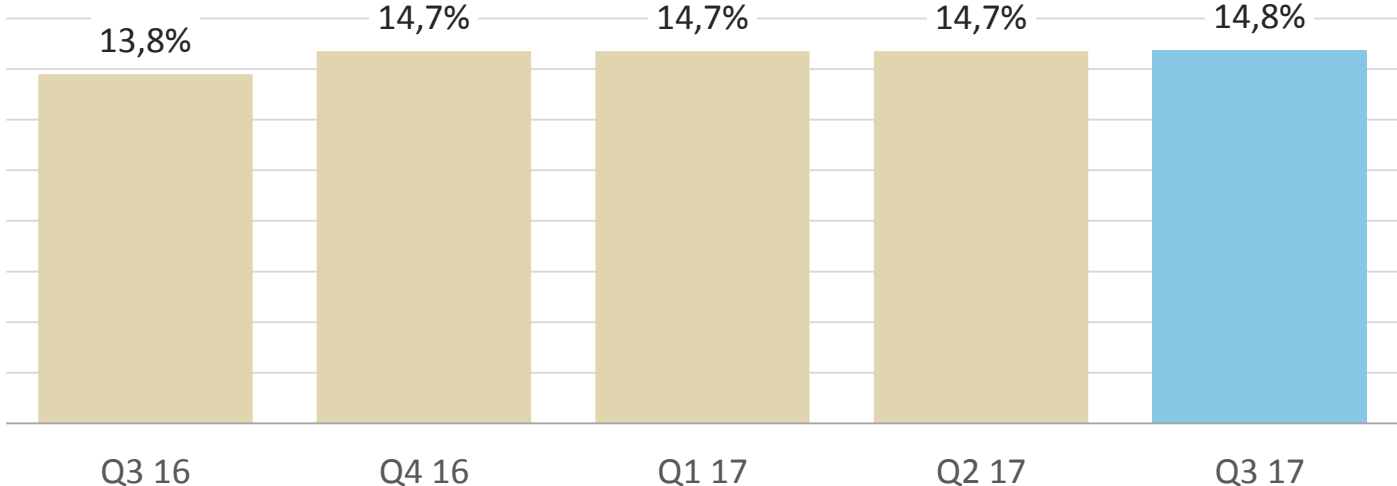
*Estimate of impairment losses in 2017 were adjusted from MNOK 600 - 800 to MNOK 500 -700 per 30.06.2017.

Key figures – quarterly development

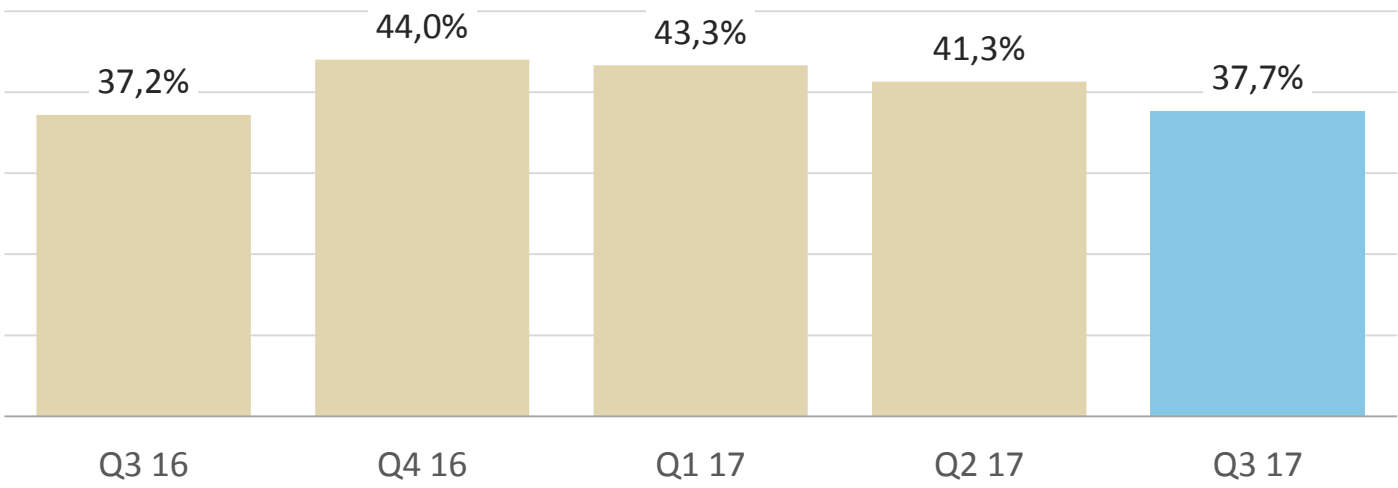
Return on equity



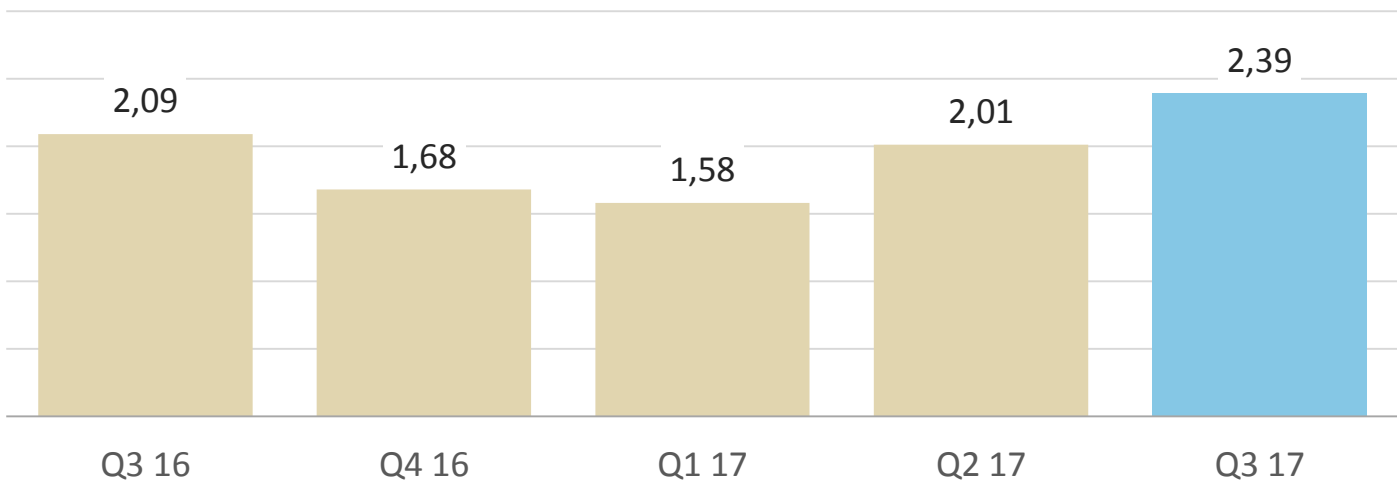
CET 1



Cost ratio



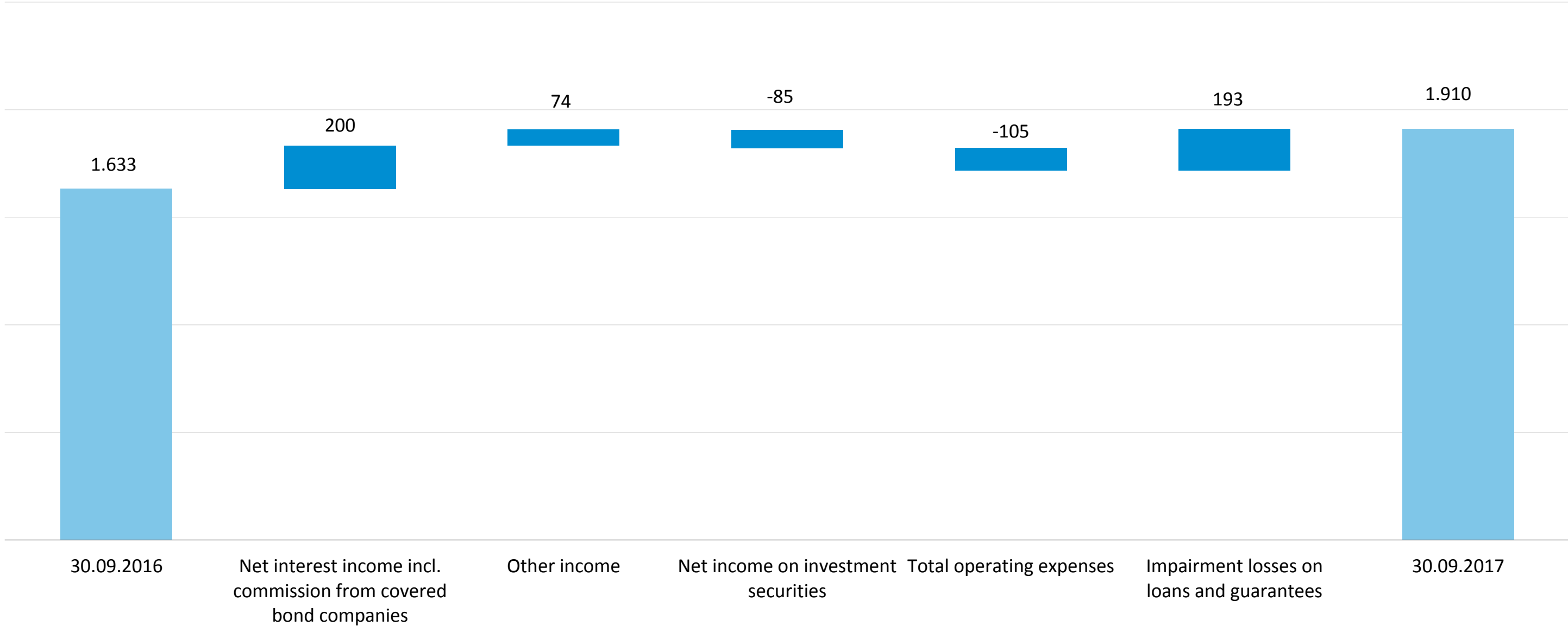
Earnings per share



Income statement

Group Income Statement (MNOK)	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Net interest income	2.343	2.138	820	784	739	733	729
Net commission and other income	1.157	1.088	386	400	371	355	347
Net income on investment securities	430	515	198	143	89	139	231
Total income	3.930	3.741	1.404	1.327	1.199	1.227	1.307
Total operating expenses	1.597	1.492	530	548	519	540	486
Operating profit before losses	2.333	2.249	874	779	680	687	821
Impairment losses on loans and guarantees	423	616	124	131	168	162	161
Operating profit before tax	1.910	1.633	750	648	512	525	660
Tax expense	383	307	140	134	109	96	126
Net profit	1.527	1.326	610	514	403	429	534

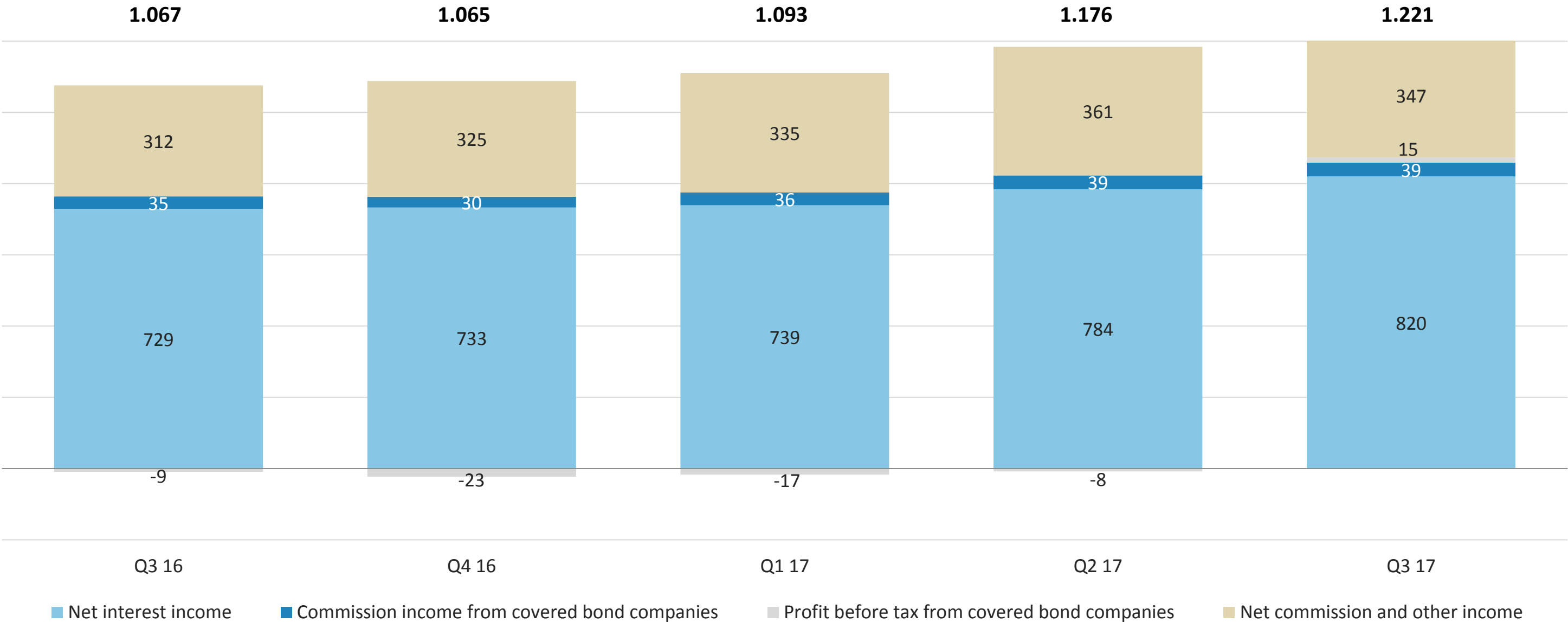
Change in profit 30.09.2016 – 30.09.2017



Key figures

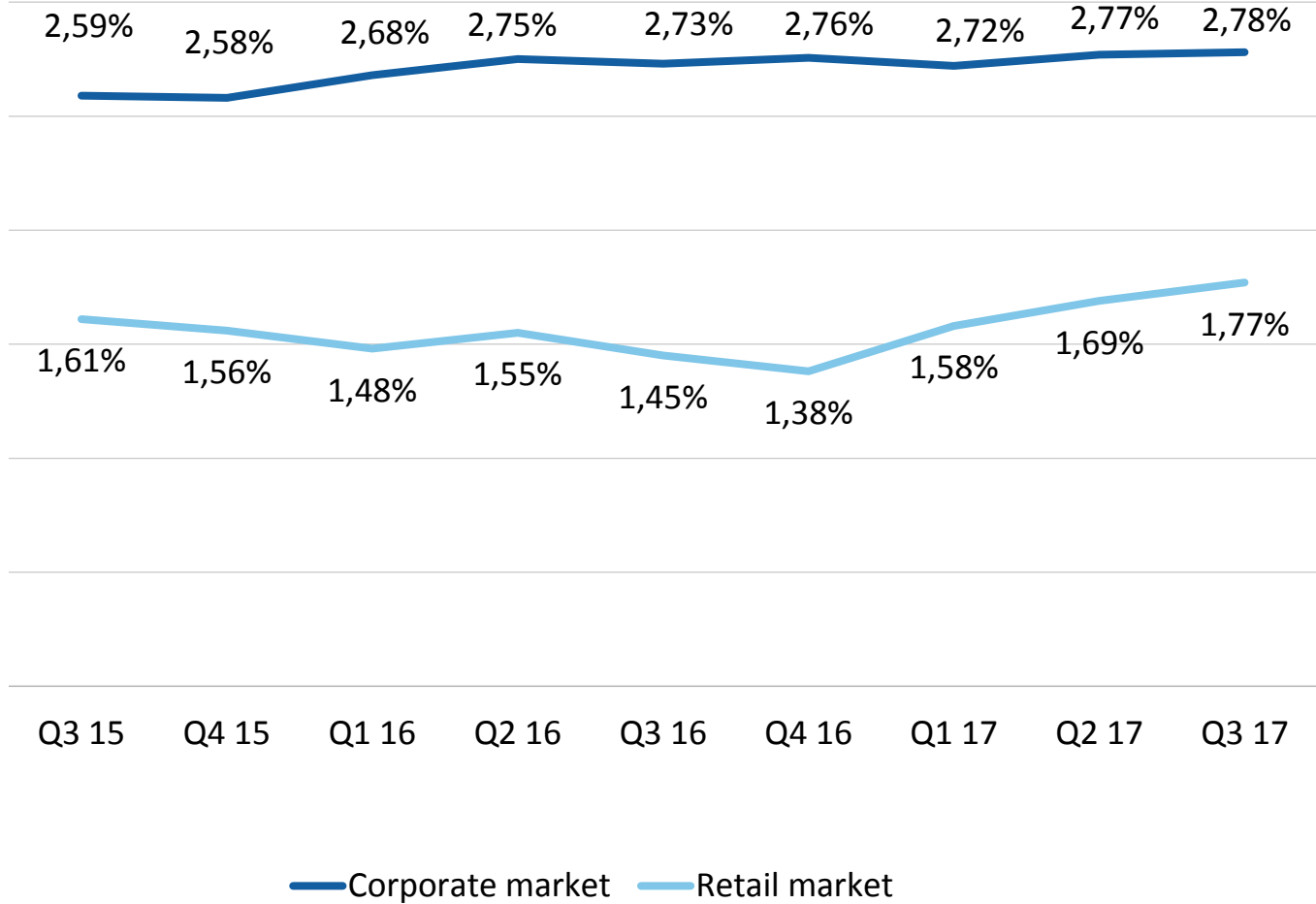
	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Return on equity after tax (%)	10,9	10,2	12,9	11,0	8,7	9,5	12,2
Net interest margin (%)	1,53	1,47	1,54	1,52	1,53	1,50	1,48
Impairment losses on loans and guarantees in % of gross loans incl. covered bond companies	0,31	0,45	0,27	0,29	0,37	0,35	0,35
Non-performing and other problem commitments in % of gross loans incl. covered bond companies	1,18	1,18	1,18	1,21	1,23	1,21	1,18
Cost to income ratio	40,6	39,9	37,7	41,3	43,3	44,0	37,2
Annual growth in loans to customers, gross incl. covered bond companies (%)	1,2	0,1	1,2	0,5	-0,4	-0,9	0,1
Annual growth in deposits from customers (%)	13,0	-2,0	13,0	11,3	7,0	-3,9	-2,0
Total assets (BNOK)	215,3	193,2	215,3	212,9	200,2	193,4	193,2
Portfolio of loans in covered bond companies (BNOK)	18,0	25,7	18,0	19,4	23,3	24,7	25,7
Risk weighted assets (BNOK)	121,8	119,1	121,8	120,7	118,4	116,7	119,1
Liquidity Coverage Ratio (LCR) (%)	212	123	212	212	200	174	123
Earnings per share (NOK)	5,98	5,19	2,39	2,01	1,58	1,68	2,09
Book value per share (NOK)	75,07	69,36	75,07	72,72	72,91	71,54	69,36
Number of shares issued (million)	255,8	255,8	255,8	255,8	255,8	255,8	255,8

Consolidated income profile

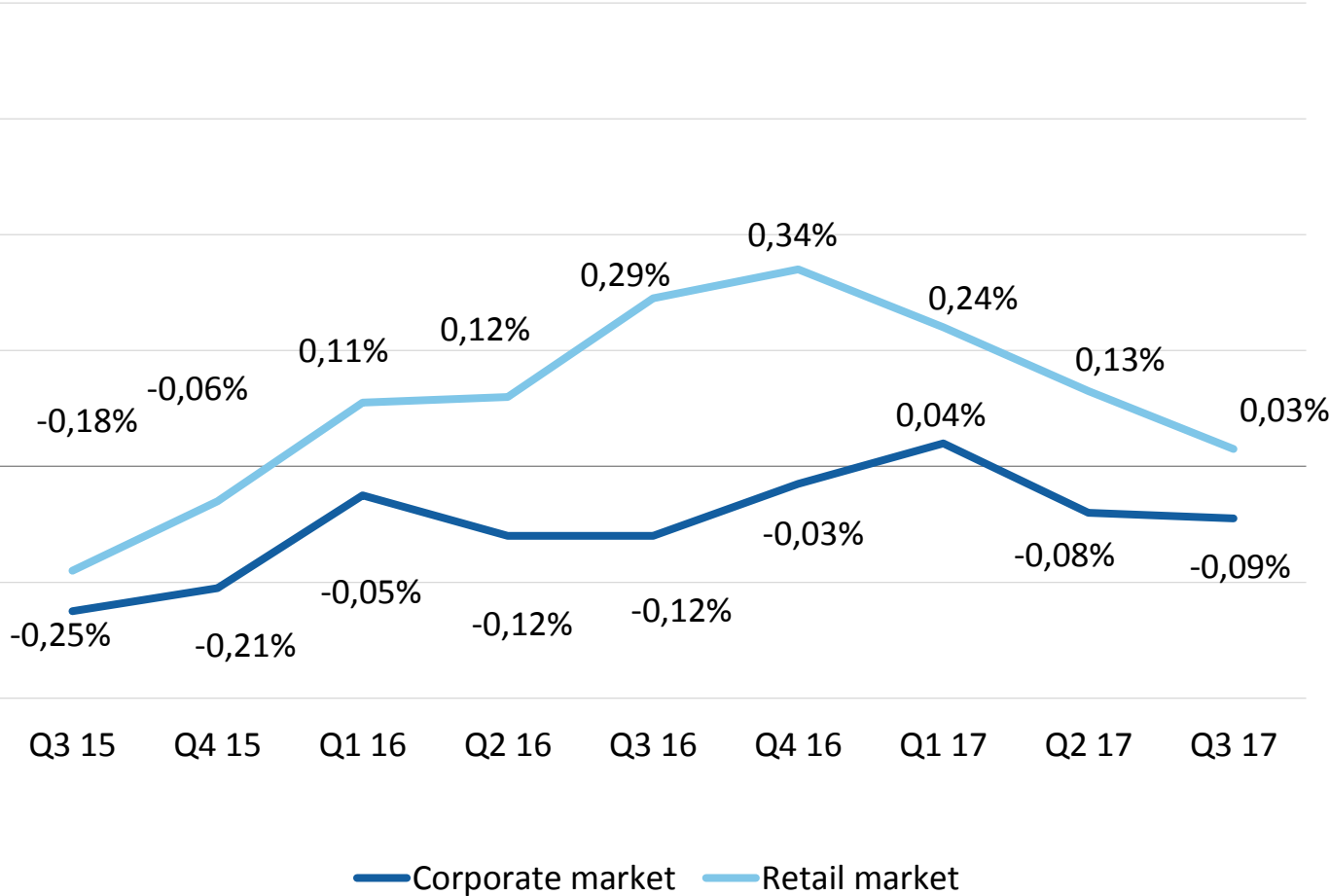


Lending and deposit margins

Lending margins*

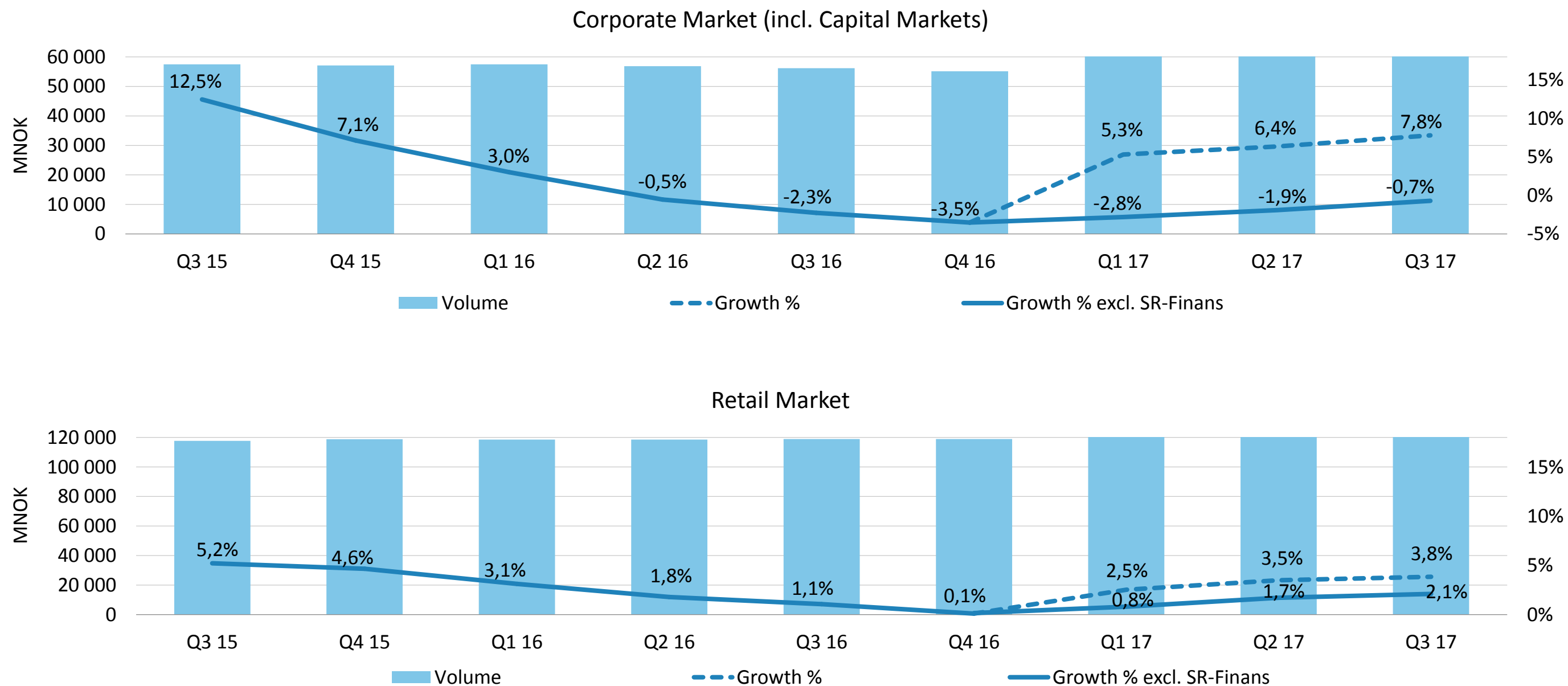


Deposit margins



*SpareBank 1 SR-Finans AS was merged into SpareBank 1 SR-Bank from 1 January 2017. The figures (lending margins) are therefore not entirely comparable.
Definition: Average customer interest rate against 3-month moving average for 3-month NIBOR. Lending margins include loan portfolio in covered bond companies

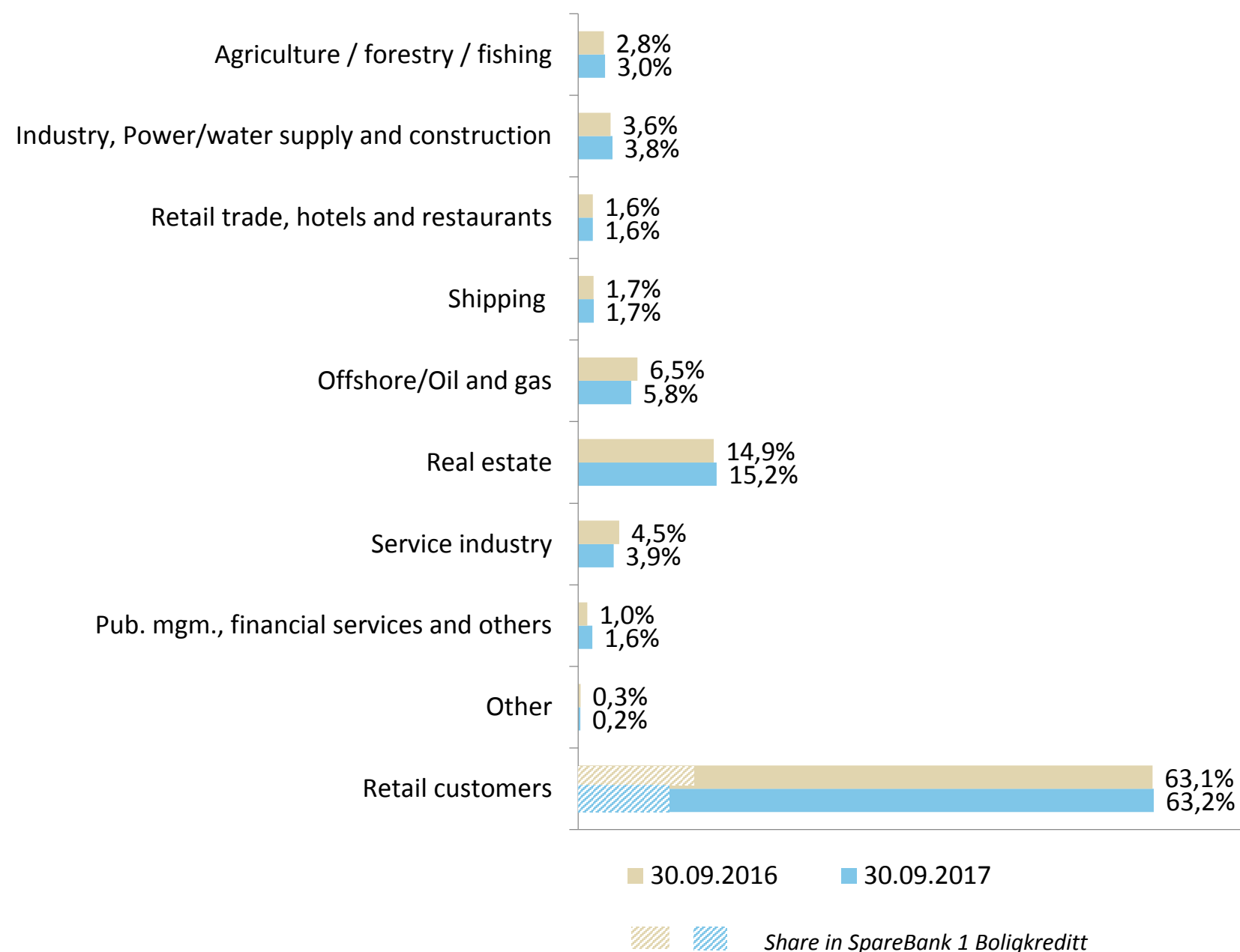
Lending volume and 12 months growth



Figures incl. loan portfolio in covered bond companies. SpareBank 1 SR-Finans was merged into SpareBank 1 SR-Bank from 1 January 2017 and the lending volume from SR-Finans is included in the figures from first quarter 2017. This results in break in the historic figures.

Loan portfolio as at 30.09.2017

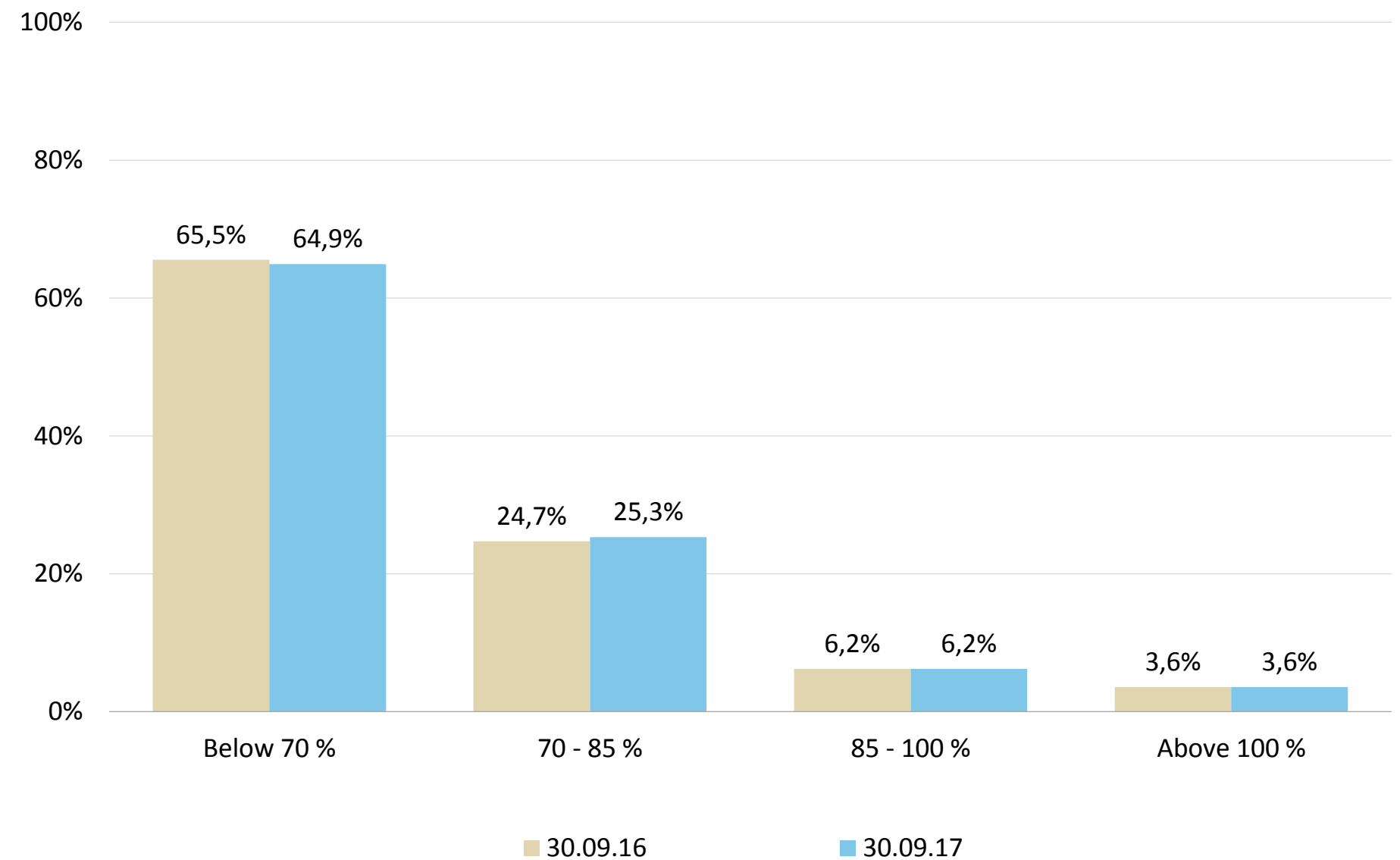
- Gross loans (incl. covered bond companies) as at 30 September 2017 amount to NOK 185.2 billion compared with NOK 183.0 billion at the same time the year before.
- 12-month growth in loans of 1.2%. Growth year-to-date is 1.5%.
- Loans to retail customers (incl. covered bond company) account for 63.2% of total loans, of which 9.4%-points is in SpareBank 1 Boligkreditt.



Loans before individual write-downs, nominal amounts.
Sector allocation in accordance with the standard categories from Statistics Norway.

Loan to value ratio on home mortgage loans

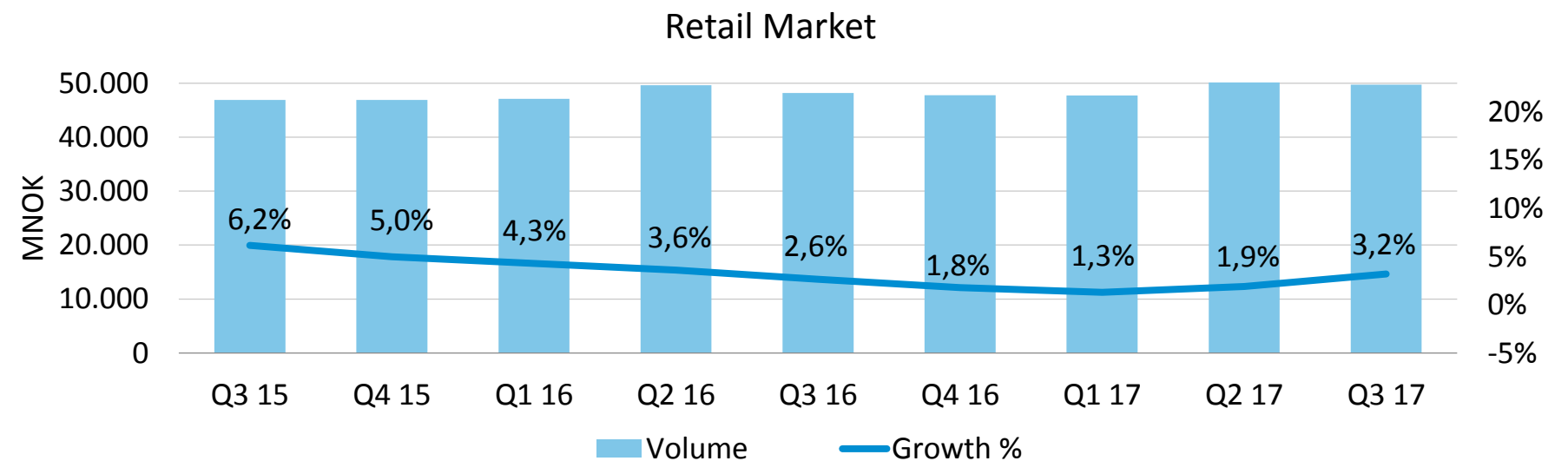
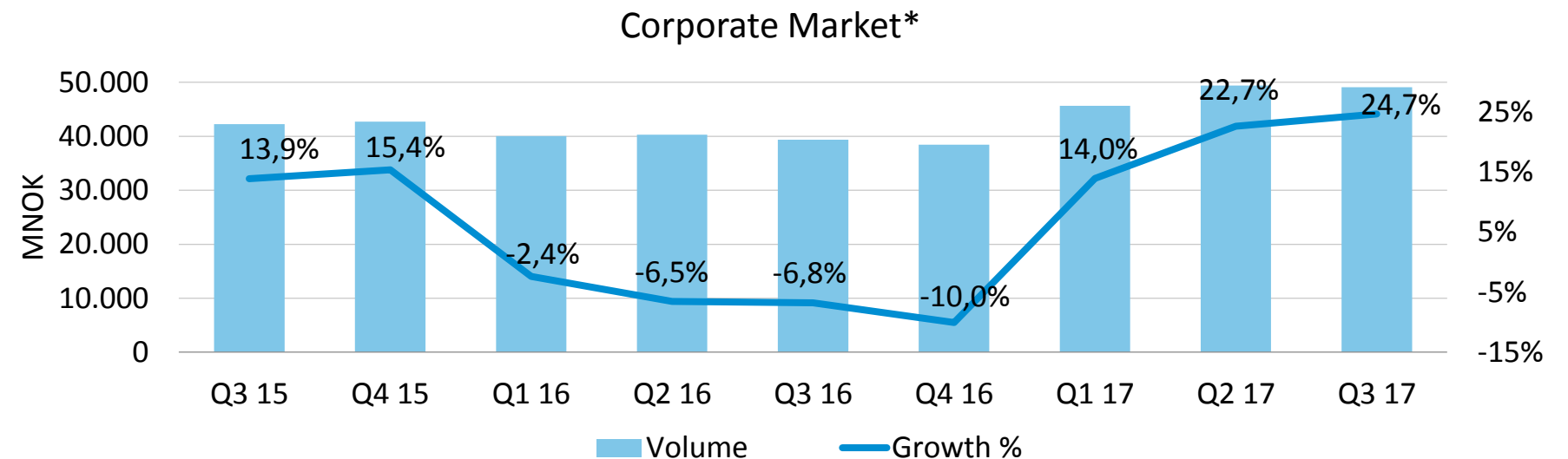
- The proportion of loans with a loan-to-value ratio of less than 85% is high.
 - 90.2% of the exposure is within 85% of the assessed value of collateral, same as last year.



*In a total-distributed loan to value ratio, the entire loan is allocated to one and the same interval.
The figures include the loan portfolio in the covered bond companies (SpareBank 1 Boligkreditt AS and SR-Boligkreditt AS).*

Deposits volume and 12 month growth

- Last 12 months deposits increased by NOK 11.4 billion to 98.6 billion.
 - Corresponds to an increase in the period of 13.0%.
- Increased deposit growth in the corporate market (incl. capital market) is due to larger deposits from public sector.
 - Deposit growth is 3.1% excl. deposits from public sector.



Net commission and other income

MNOK	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Payment facilities	197	192	71	63	63	60	75
Savings/placements	151	140	51	49	51	45	45
Insurance products	156	148	52	52	52	50	48
Commission income real estate broking	295	263	90	112	93	85	87
Guarantee commission	80	83	29	26	25	31	24
Arrangement- and customer fees	65	68	28	24	13	33	14
Accounting services SpareBank 1 Regnskapshuset SR*	73	63	18	27	28	18	16
Other	26	12	8	8	10	3	3
Net commission and other income excl. covered bond companies	1.043	969	347	361	335	325	312
Commission income SB1 Boligkreditt and SB1 Næringskreditt	114	119	39	39	36	30	35
Net commission and other income incl. covered bond companies	1.157	1.088	386	400	371	355	347

Net income on investment securities

MNOK	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Dividends*	11	105	2	4	5	5	0
Investment income, associates	271	306	127	81	63	78	90
Securities gains/losses	103	3	46	32	25	50	105
- of which capital change in shares and certificates	92	9	57	28	7	42	63
- of which capital change in certificates and bonds	-82	-112	-41	-34	-7	-44	-21
- of which derivatives; bonds and certificates	93	106	30	38	25	52	63
Currency/interest gains/loans	45	101	23	26	-4	6	36
- of which currency customer- and own-account trading	69	98	24	28	17	39	40
- of which value change basis swap spread	-27	1	-4	-7	-16	-16	-11
- of which counterparty risk derivatives including CVA	2	1	1	0	1	1	1
- of which IFRS-effects	1	1	2	5	-6	-18	6
Net income on investment securities	430	515	198	143	89	139	231

Subsidiaries

Subsidiaries	MNOK	30.09.2017	30.09.2016
EiendomsMegler 1 SR-Eiendom AS	Number of sales	5.074	4.617
	Operating profit before tax	23	16
SpareBank 1 SR-Finans AS*	Total assets (BNOK)	-	7
	Operating profit before tax	-	78
SR-Forvaltning AS	Total assets (BNOK)	11	9
	Operating profit before tax	25	22
FinStart Nordic AS**	Operating profit before tax	10	-1
SpareBank 1 Regnskapshuset SR AS	Operating profit before tax***	4	3
SR-Boligkreditt AS	Operating profit before tax	168	126
Other	Operating profit before tax	-21	-1
Total subsidiaries	Operating profit before tax	209	243

*SpareBank 1 SR-Finans AS was merged into SpareBank 1 SR-Bank from 1 January 2017, and the profit contribution from SpareBank 1 SR-Finans is included in the parent bank's results from 1 January 2017.

**In September 2017, SR-Investering AS changed its name to FinStart Nordic AS. Start up on 1 January 2018. The company will be a start-up factory for new ideas and the venture will challenge the bank's own business models.

*** The result to Regnskapshuset SR includes amortization of intangible assets of NOK 1.4 million (NOK 1.2 million per 30.09.2016).

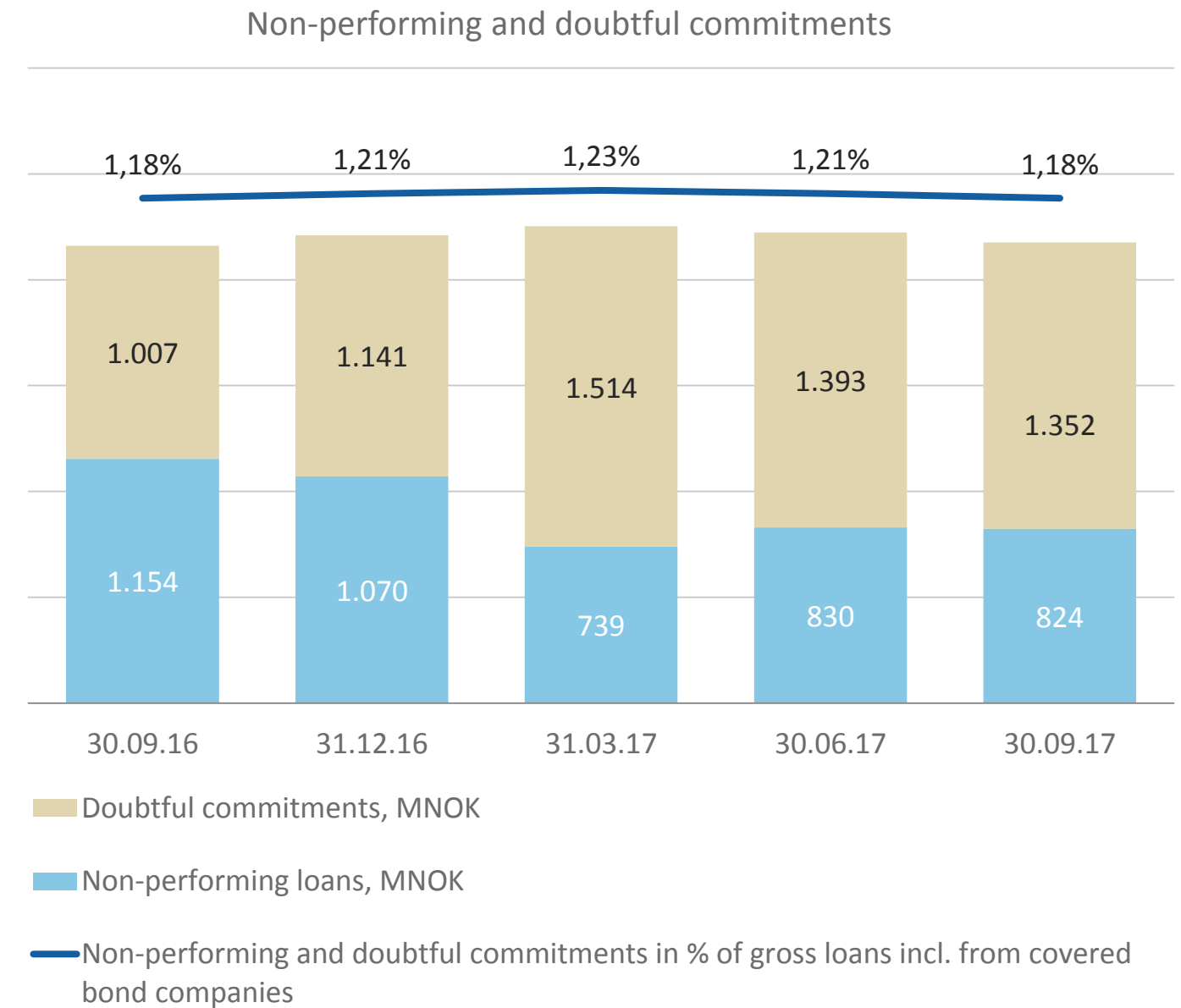
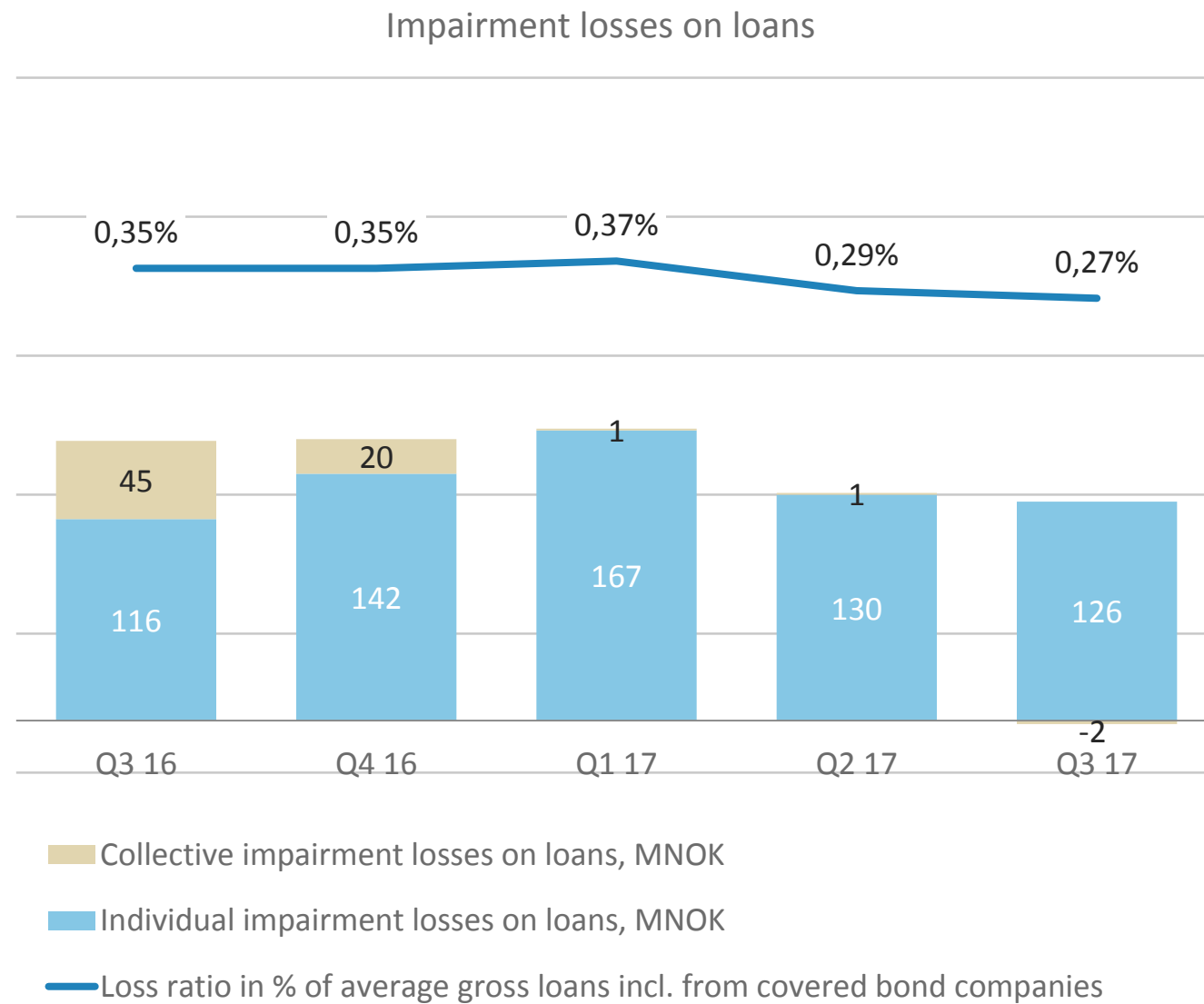
Ownership interests

Ownership interests	MNOK	30.09.2017	30.09.2016
SpareBank 1 Gruppen AS	Interest ownership	19,5 %	19,5 %
	Profit after tax	219	215
	Adjusted profit previous years	-4	5
SpareBank 1 Boligkreditt AS	Interest ownership	13,9 %	16,7 %
	Profit after tax	-19	5
	Adjusted profit previous years	-	4
SpareBank 1 Næringskreditt AS	Interest ownership	21,9 %	24,6 %
	Profit after tax	11	16
BN Bank ASA	Interest ownership	23,5 %	23,5 %
	Profit after tax	50	56
SpareBank 1 Kredittkort AS	Interest ownership	17,9 %	18,1 %
	Profit after tax	11	20
SpareBank 1 Betaling AS*	Interest ownership	19,7 %	19,7 %
	Profit after tax	-7	-19
	Adjusted profit previous years	-7	-2
Other	Profit after tax	17	6
Total ownership interests	Profit after tax	271	306

Operating expenses

MNOK	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Personnel expenses	900	873	303	302	295	293	282
Financial activity tax	30	0	9	10	11	0	0
Total personnel expenses	930	873	312	312	306	293	282
IT expenses	235	234	74	86	75	87	83
Marketing	53	51	16	21	16	23	17
Other administrative expenses	62	46	21	20	21	23	15
Total administrative expenses	350	331	111	127	112	133	115
Depreciation	57	57	21	18	18	24	20
Operating expenses from real estate	26	26	7	9	10	9	9
Other operating expenses	234	205	79	82	73	81	60
Total other operating expenses	317	288	107	109	101	114	89
Total operating expenses	1.597	1.492	530	548	519	540	486

Impairment losses on loans/ Non-performing and doubtful commitments



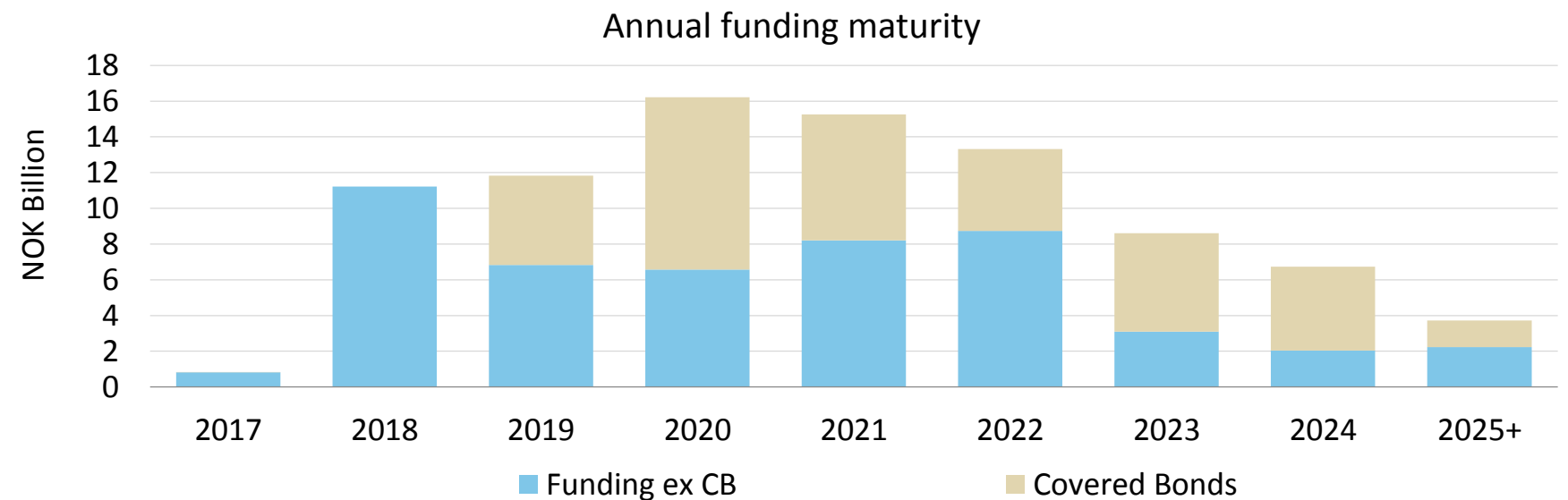
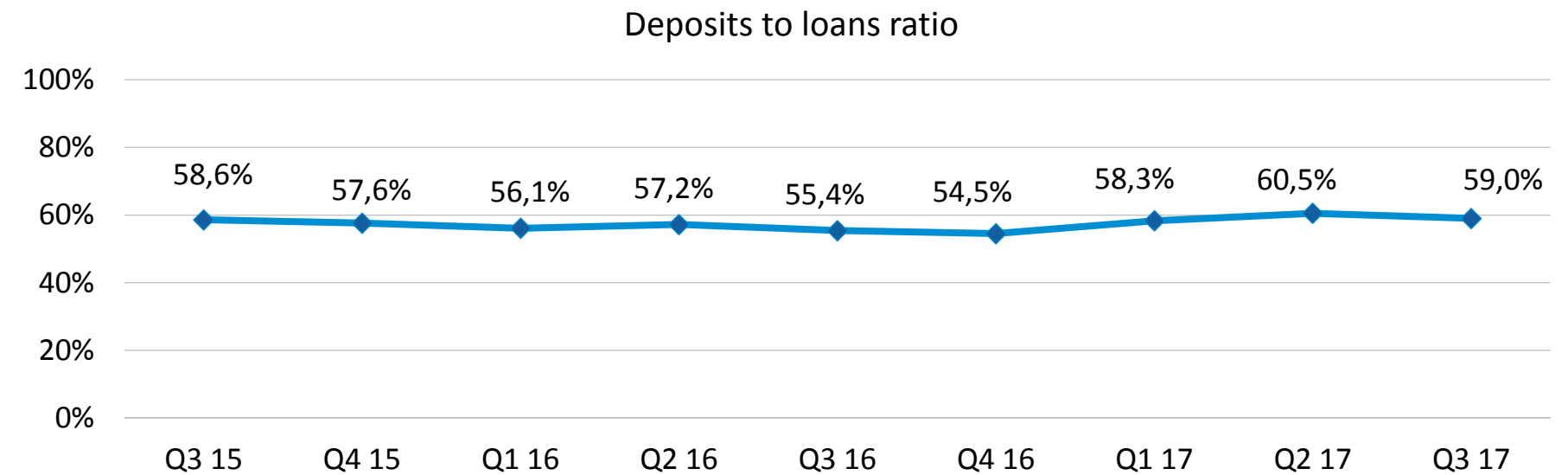
Impairment losses on loans

Losses on loans in income statement (MNOK)	30.09.2017	30.09.2016	Q3 17	Q2 17	Q1 17	Q4 16	Q3 16
Corporate customers	393	449	116	115	162	131	109
Retail customers	30	29	10	15	5	11	7
Change in collective impairment losses on loans	0	138	-2	1	1	20	45
Net impairment losses on loans	423	616	124	131	168	162	161

Impairment losses on loans (MNOK)	30.09.2017	30.09.2016	30.09.2017	30.06.2017	31.03.2017	31.12.2016	30.09.2016
Corporate customers	572	475	572	508	478	530	475
Retail customers	69	69	69	69	60	60	69
Collective impairment losses on loans	677	656	677	678	677	676	656
Total impairment losses on loans	1.318	1.200	1.318	1.255	1.215	1.266	1.200

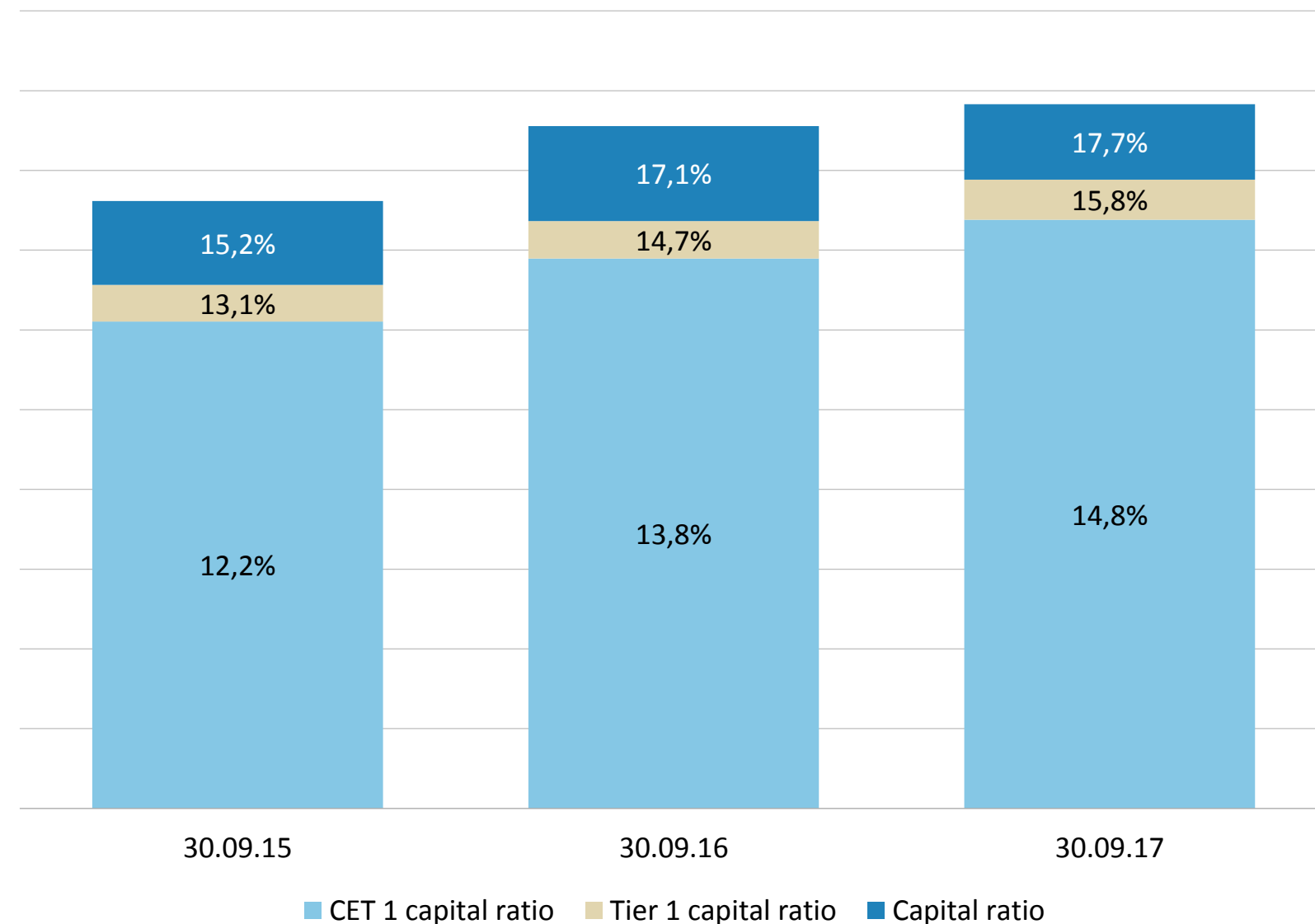
Funding

- Well diversified funding.
- Funding indicator 1* is 115,9% on consolidated basis.
- Good liquidity
 - Net refinancing need over the next 12 months is NOK 6.6 billion.
 - Liquidity buffer is NOK 31.2 billion for normal operation in 35 months with closed markets. In addition to the liquidity buffer, NOK 15.6 billion of home mortgages are prepared for covered bond funding.



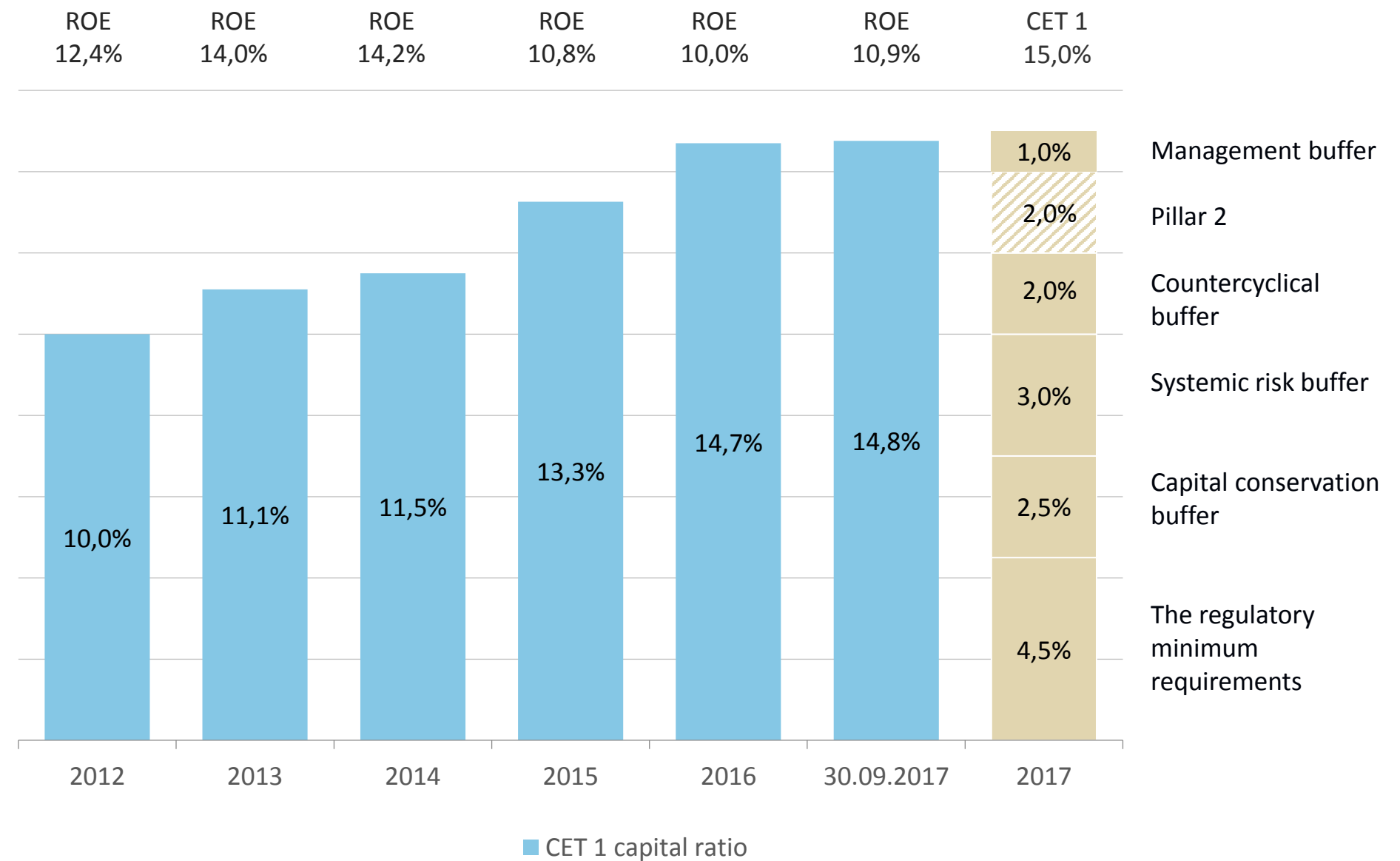
Stronger capital ratio

- SpareBank 1 SR-Bank is compliant with capital requirements as at 30.09.2017.
- SpareBank 1 SR-Bank owned a 13.9% stake in SpareBank 1 Boligkreditt per 30.09.2017, while the share of mortgages sold to the company amounted to 10.1%. The stake is normally adjusted on an annual basis in line with the share of the volume sold at the end of the year. A corresponding adjustment at the end of the third quarter of 2017 would have amounted to an CET 1 capital ratio of 15.1%-points.
- The use of different risk weights in the Nordic countries makes comparisons of actual financial strength difficult.
 - The Basel I floor is also practised differently.
- Leverage ratio is 7.2% as at 30.09.2017. SpareBank 1 SR-Bank exceeds the levels being discussed internationally.



Common Equity Tier 1 being strengthened in line with stricter regulatory requirements

- The target CET 1 level is 15.0% in 2017. The target expected to be reached through good profitability.
- Countercyclical buffer is 1.5% and will increase to 2.0% per 31. december 2017.
- The Pillar 2 requirement for SpareBank 1 SR-Bank is 2.0%.
- SpareBank 1 SR-Bank is not defined as a systemically important financial institution (SIFI).
- CET 1 is 15.1% taking into account rebalancing of ownership in SpareBank 1 Boligkreditt.



Outlook

- Major infrastructure projects helps to ensure good conditions for the region's business and population growth, with moderate unemployment.
- Expectations concerning future market performance improved somewhat in the last months, but some uncertainty still exists about the group's market area.
- Oil investments on the Norwegian continental shelf are expected to be reduced by about 10% in 2017 and then flatten out in 2018.
- Uncertainty about economic developments may dampen demand for loans, while low interest rates work in the opposite direction. We expect stable house prices going forward and still strong competition for new home mortgage customers.
- Declining unemployment in the group's market area combined with increasing sales of homes, especially in Rogaland, are contributing to greater optimism among the bank's retail and corporate customers.
- SpareBank 1 SR-Bank expects to make loan loss provisions at NOK 500 – 700 million in 2017.
- Solid earnings from a robust business model and capital efficiency indicates SpareBank 1 SR-Bank well positioned to build up the necessary capital going forward, while ensuring continued competitiveness and normalized dividend from 2018.
- An offensive approach for the future including investing in new technology and focus on accounting services and consulting.

New ventures in the group



- **Gründerhub** established in Stavanger, Bergen and Kristiansand. The group continues to support entrepreneurs by offering free entrepreneur programmes and free office space. The goal is to create an exciting environment and processes where people with good ideas can get help to take their idea to the next level and develop their company within 4 months.
- **FinStart Nordic AS** – start-up 1 January 2018. The company will be a start-up factory for new ideas and the venture will challenge the bank's own business models. The goal is to develop new services at a faster pace and work more systematically with innovation in order to follow up the customers' expectations in relation to banking services and assert ourselves in the competition with other actors.
- **Establishment of an Oslo branch** – spring 2018. The corporate market division will establish a branch in Oslo in order to be close to the customers and also follow them when their work moves out of the region. The branch will work with some of our largest corporate customers, where the trend is for decisions to be taken centrally in Oslo.
- **Regnskapshuset** – good growth since its start-up in 2015. Inclusive of the latest acquisition of Regnskapspartner Bergen AS from 1 January 2017. The company expects to achieve a turnover in the region of NOK 100 million in 2017 and further growth going forward.
- **Cooperation with SpareBank 1 Markets** from 15 October 2017. This is helping to create a more robust national distribution platform. The cooperation means we are creating direct ties to one of Norway's best teams of analysts, while securities brokering on behalf of SR-Bank's customers will largely continue to take place locally from Stavanger.

Start-up factory for new ideas

NOK 50 million for the establishment and operation of FinStart Nordic, and NOK 250 million for investments in new ideas and start-up companies within fintech.

The venture is intended to help develop even better customer services through the development of financial services, combined with a financial upside.

The immediate objective is to create ten successful companies in the next 7 years.



If Silicon Valley can do it, so can Stavanger.

Our virtual robot Banki was developed by Boost AI, which was part of the entrepreneurial hub we support. That makes us very proud! Since then, Boost AI has experienced major growth and hired a number of developers. Boost AI is part of the portfolio of fintech companies we own stakes in.



Crowdfunding loans gives you and me the opportunity to invest in companies that want to grow.

Monner – future opportunities for investing and funding

Monner is a platform for loan-based crowdfunding. The company will offer loans to smaller companies that require funding by connecting individuals who want alternative forms of investment to the company's lending needs.

Monner is also part of the portfolio of fintech companies we own stakes in.

We are opening a branch in Oslo

SpareBank 1 SR-Bank wants to be a long-term and predictable source of support for its customers. We are opening a new branch to ensure that we are closer to more of our major corporate customers in Oslo.

The new branch in Oslo will primarily focus on corporate customers in the medium-sized segment.

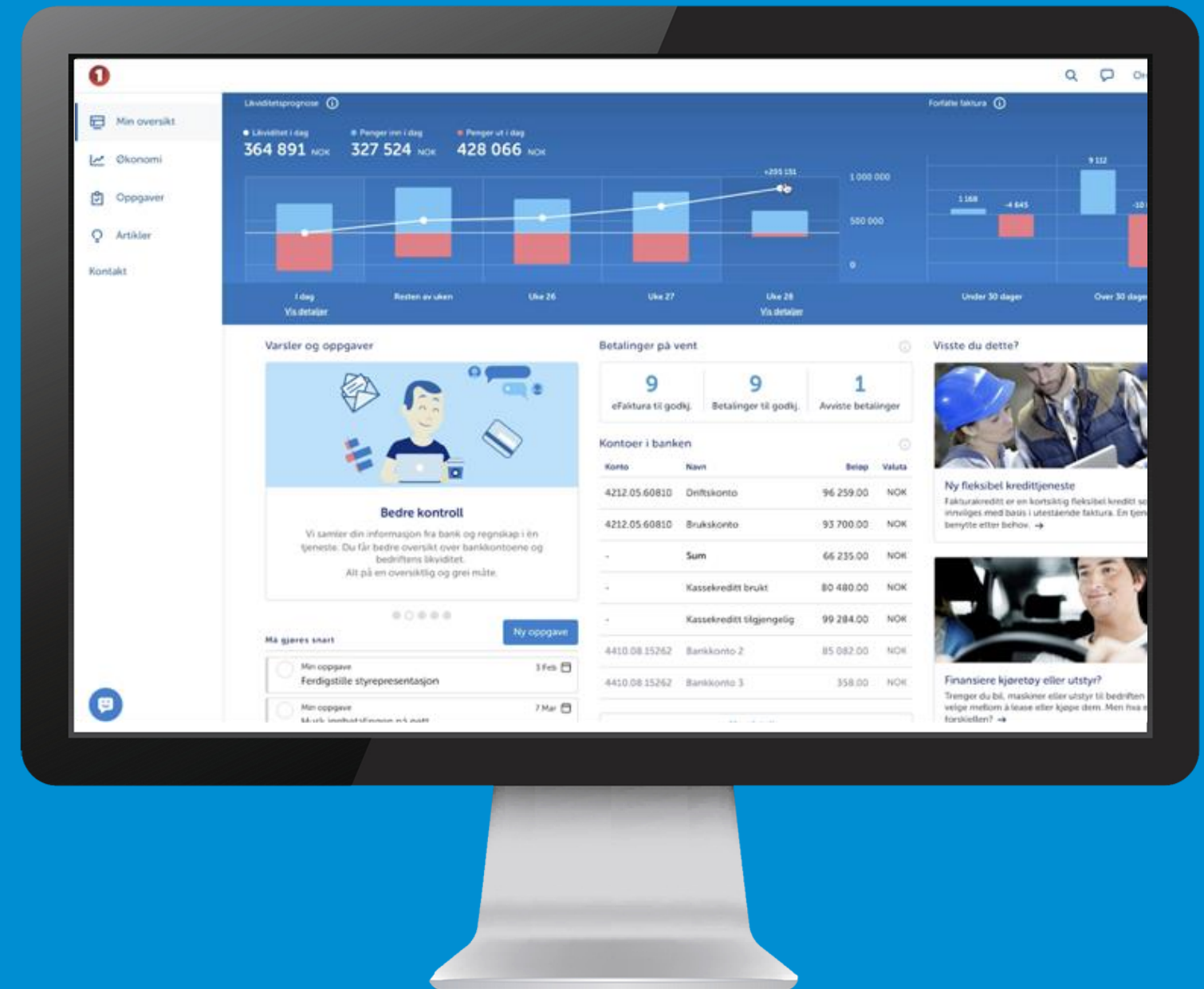


DRIV

Banking and accounting via a single service

DRIV is a portal for SME customers in which we provide a simple overview of their banking and accounting.

DRIV is a customer-oriented system that is intended to provide a company's management team with a better overview of the company's various bank accounts and liquidity.

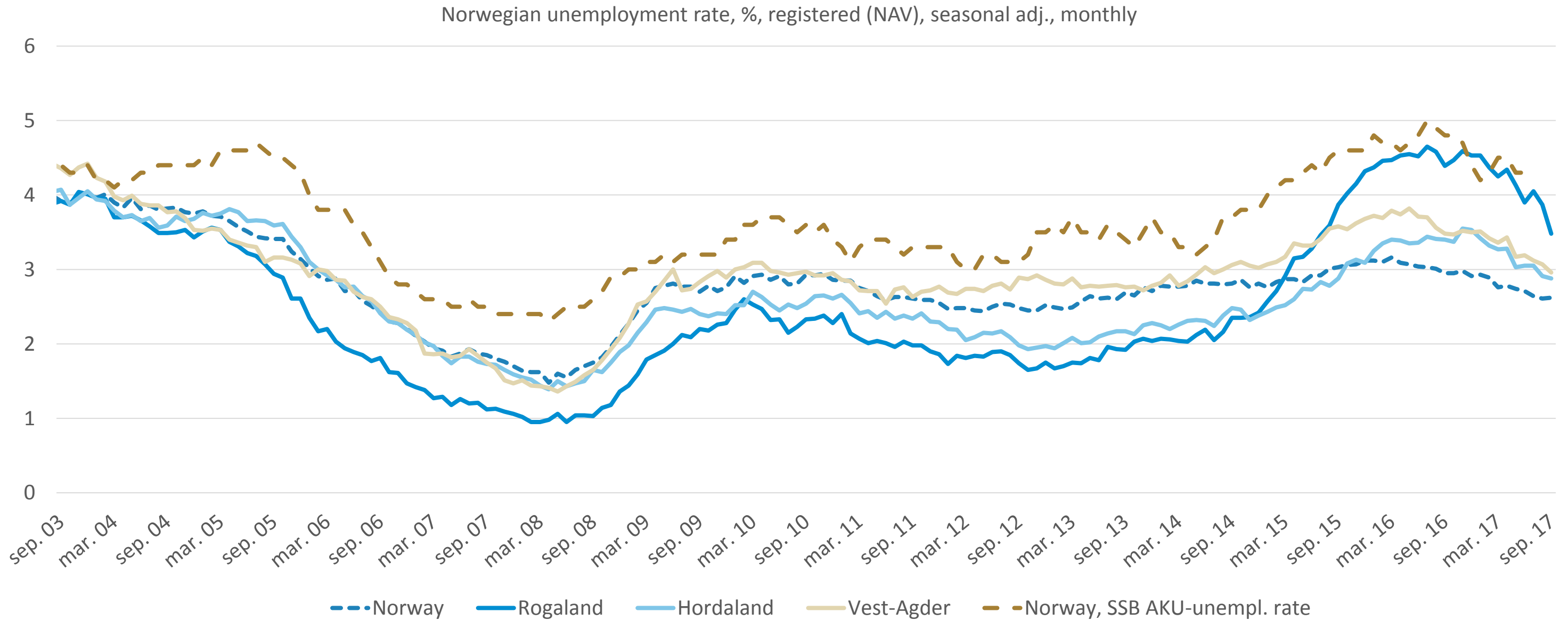


APPENDIX

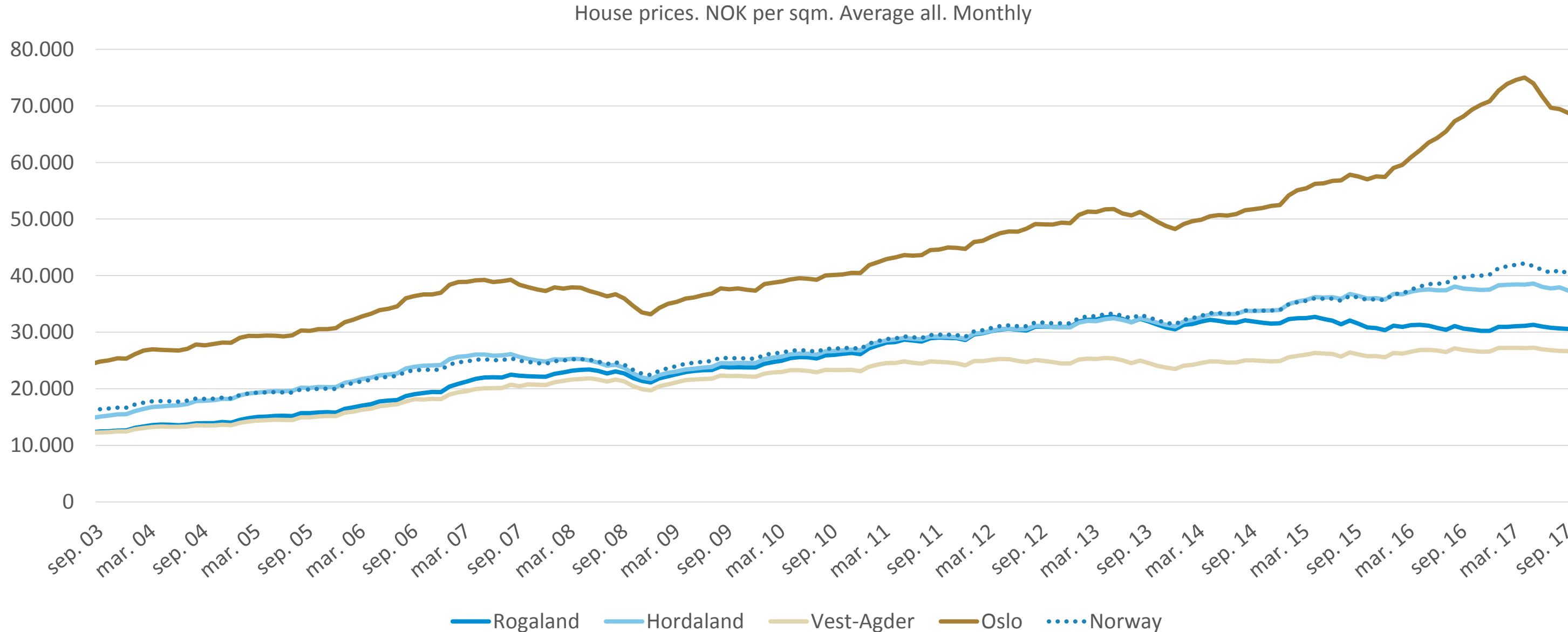
- 1) Macro
- 2) Oil related portfolio
- 3) Risk
- 4) SpareBank 1 SR-Bank

The unemployment rate has been reduced

Marked reduction in Rogaland in 2017



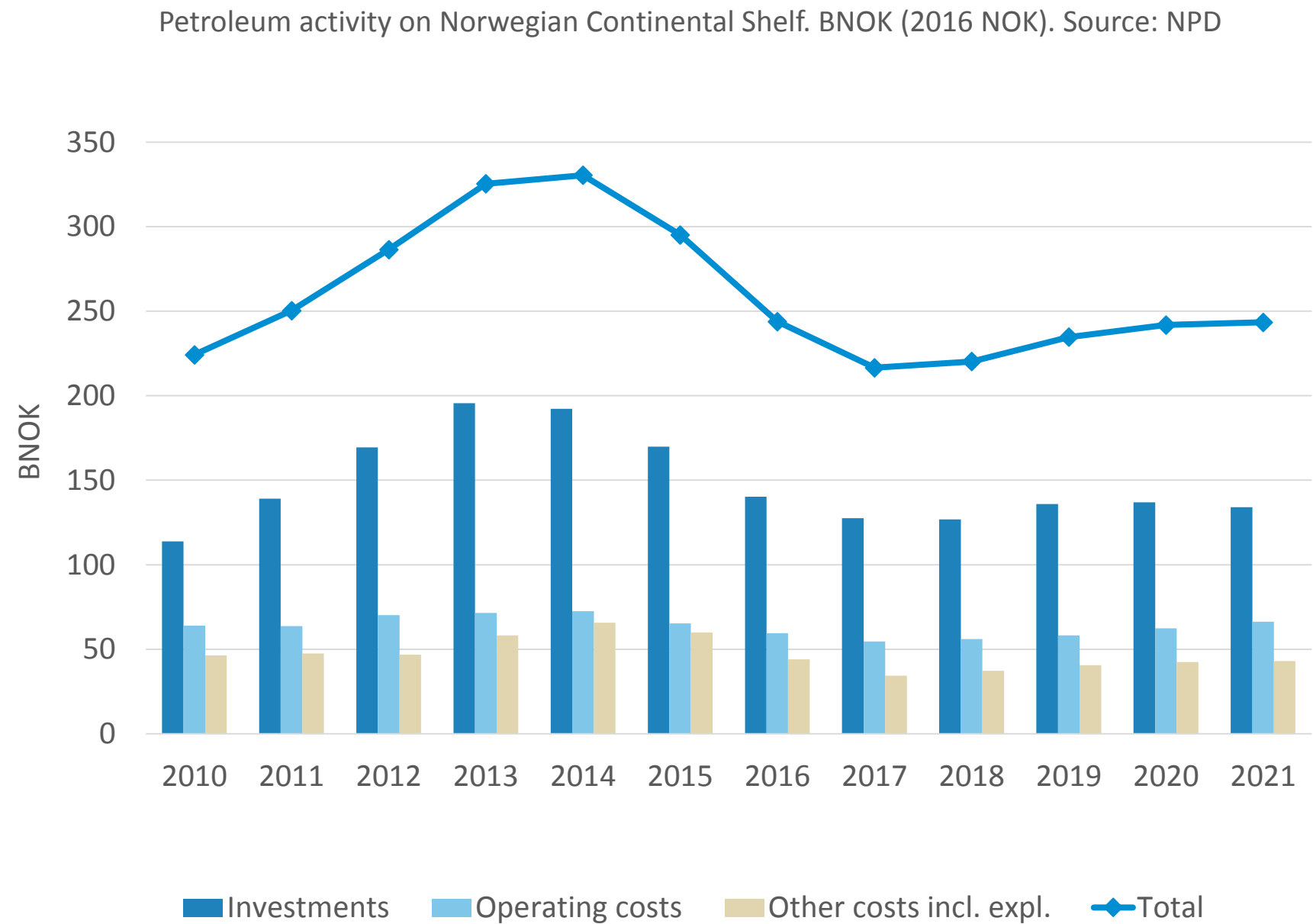
Housing prices in Norway slightly down nationally due to lower prices in Oslo. In many counties prices are close to unchanged from last year



Oil activity in Norway near the bottom

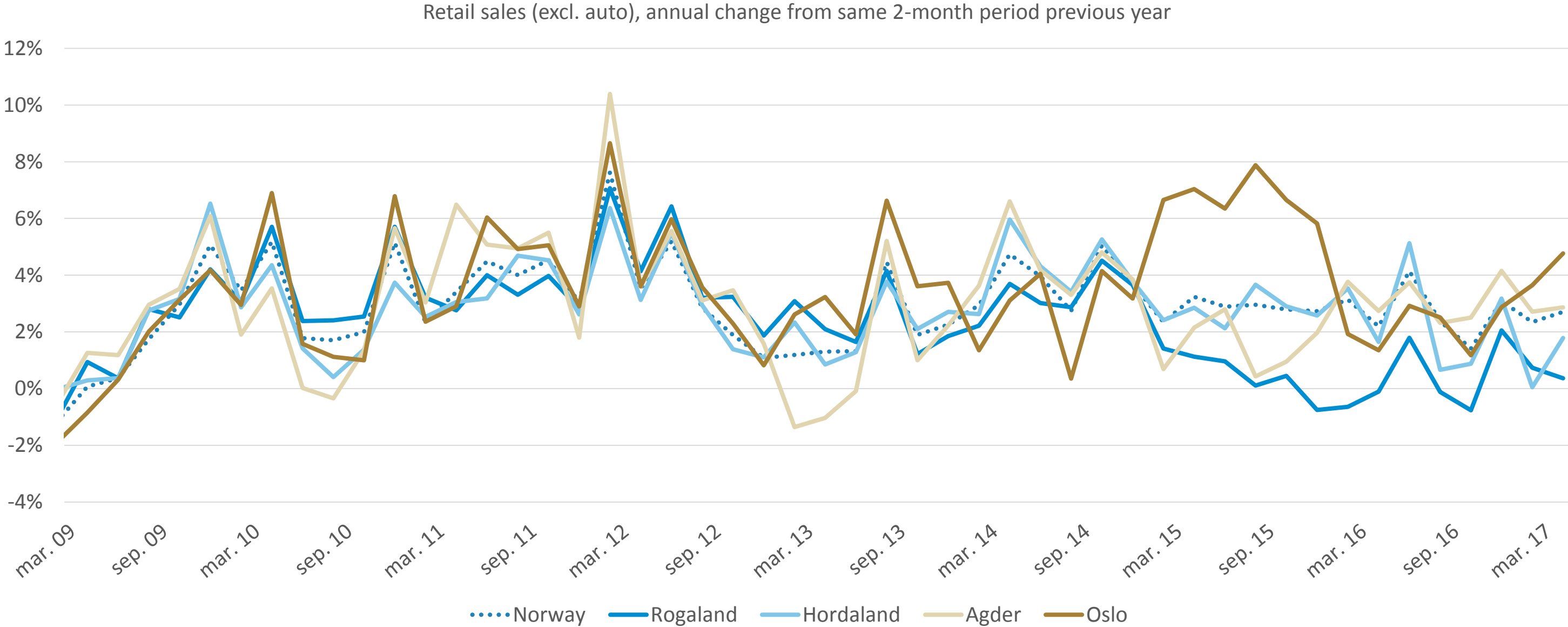
Activity has been reduced by approx. 30%, but is now stabilizing

- Following record-high activity in 2013 and 2014, it fell in 2015 and 2017. Activity has also been reduced in 2017, but is currently stabilizing.
- Investments have been reduced by 30% last years.
- Operational expenditures, which are important for the region, are more stable. These expenditures fell 9% in 2016 and is foreseen to fall by 4% in 2017.



Retail trade increasing in Norway

In Rogaland, the level is slightly higher than last year



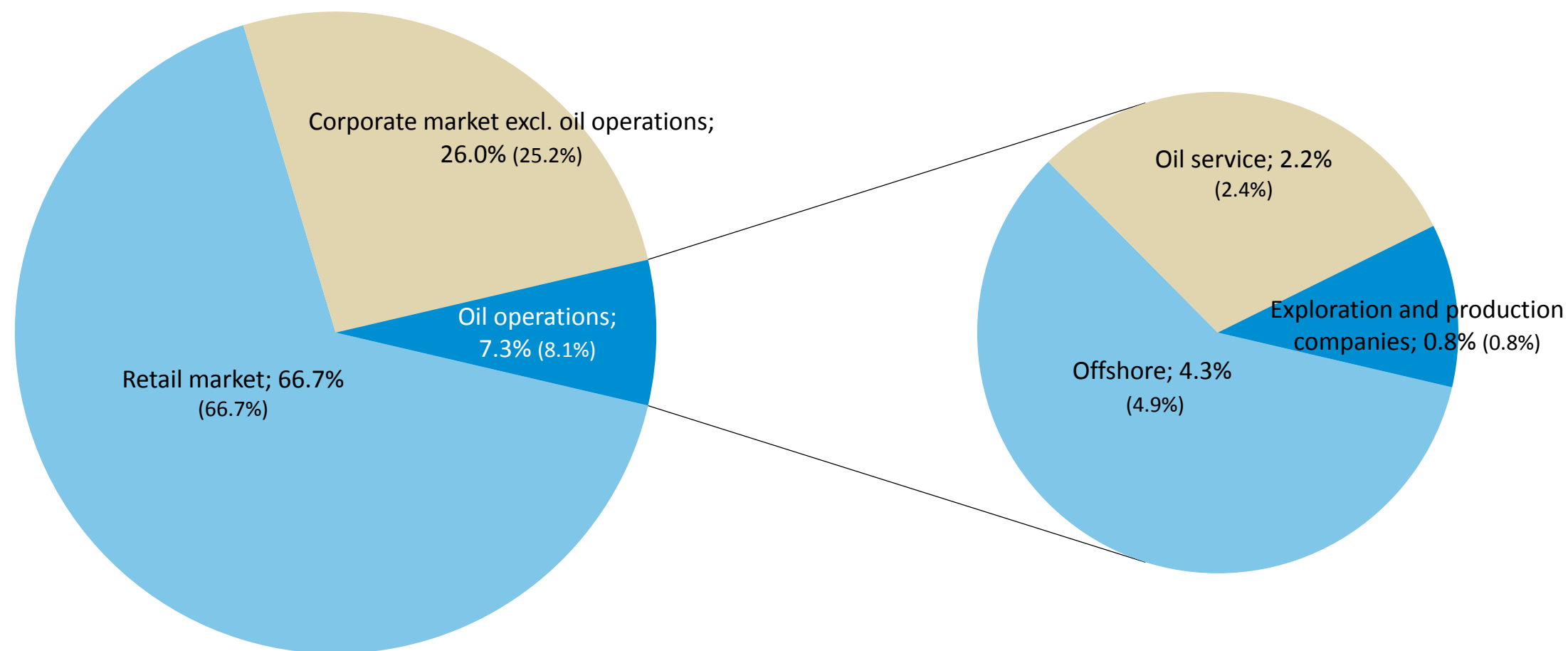
APPENDIX

- 1) Macro
- 2) Oil related portfolio**
- 3) Risk
- 4) SpareBank 1 SR-Bank

SpareBank 1 SR-Bank has a well diversified portfolio

7.3% (8.1%) of total EAD is related to oil operations

SpareBank 1 SR-Bank* has total BNOK 206.5 (200.1) EAD per 30.09.2017 BNOK 14.9 (16.2) EAD is related to oil operations



EAD: Exposure at default

Figures as at 30.09.2017. Figures in parentheses as at 31.12.2016

*Include portfolio in covered bond company (SpareBank 1 Boligkreditt AS and SR-Boligkreditt AS). SpareBank 1 SR-Finans was merged into SpareBank 1 SR-Bank from 1 January 2017 and lending volumes from SR-Finans are included in the figures from first quarter 2017. This results in break in the historic figures.

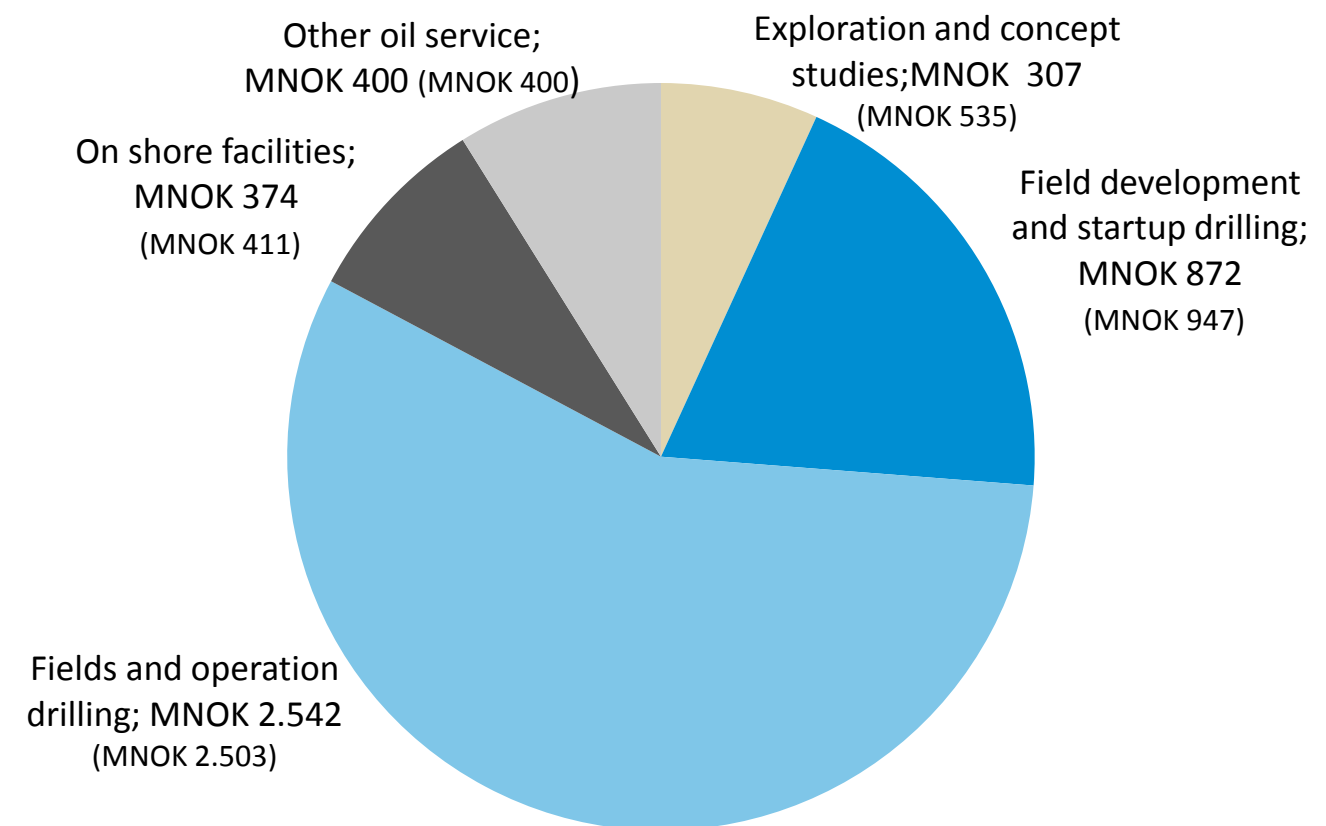
Oil services - total NOK 4.5 billion

(NOK 4.8 billion as at 31.12.2016)

- Exploration and concept studies
 - EAD NOK 0.3 billion
 - Average weighted probability of default 2.8%
- Field development and start-up drilling
 - EAD NOK 0.9 billion
 - Average weighted probability of default 3.0%
- Operational fields and operational drilling
 - EAD NOK 2.5 billion
 - Average weighted probability of default 5.5%
- On shore facilities
 - EAD NOK 0.4 billion
 - Average weighted probability of default 4.8%
- Other oil services
 - EAD NOK 0.4 billion

Oil services

- EAD NOK 4.5 billion, 2.2% of the bank's total EAD
- Average weighted probability of default for the oil services portfolio is 4.7%
- Funding of operating capital through current and fixed assets, as well as guarantees



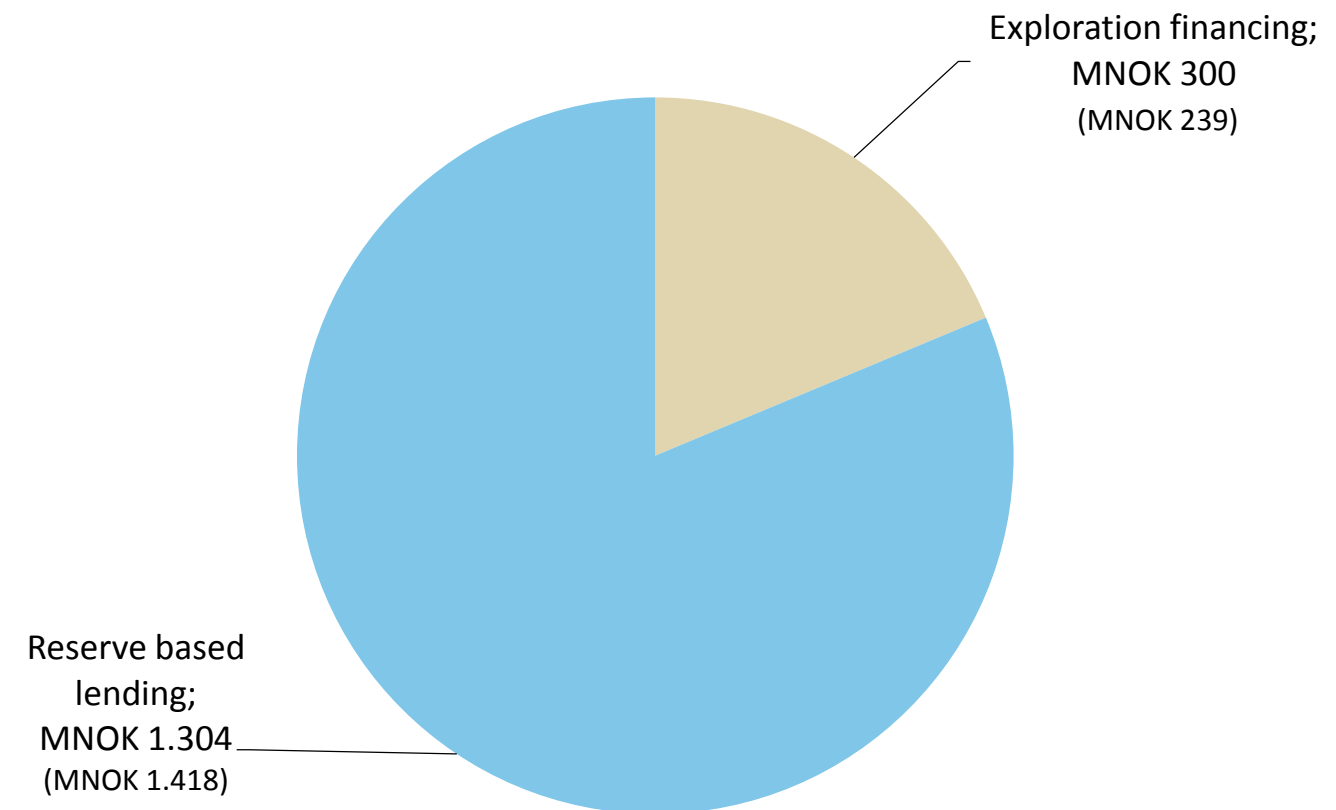
Oil and gas - total NOK 1.6 billion

(NOK 1.6 billion as at 31.12.2016)

- Exploration financing
 - EAD NOK 0.3 billion
 - Average weighted probability of default 1.2%
 - Secured by a tax refund from the Norwegian State. No direct oil price risk
- Reserve based lending (RBL)
 - EAD NOK 1.3 billion
 - Average weighted probability of default 1.4%
 - Structured financing based on assumptions relating to reserves, production volume, investments, oil prices, etc. The basis for loans is adjusted semi-annually based on a review of total assumptions

Exploration and production companies

- EAD NOK 1.6 billion, 0.8% of the bank's total EAD
- Average weighted probability of default for the oil and gas portfolio is 1.4%
- Exposure primarily to companies with activities on the Norwegian continental shelf



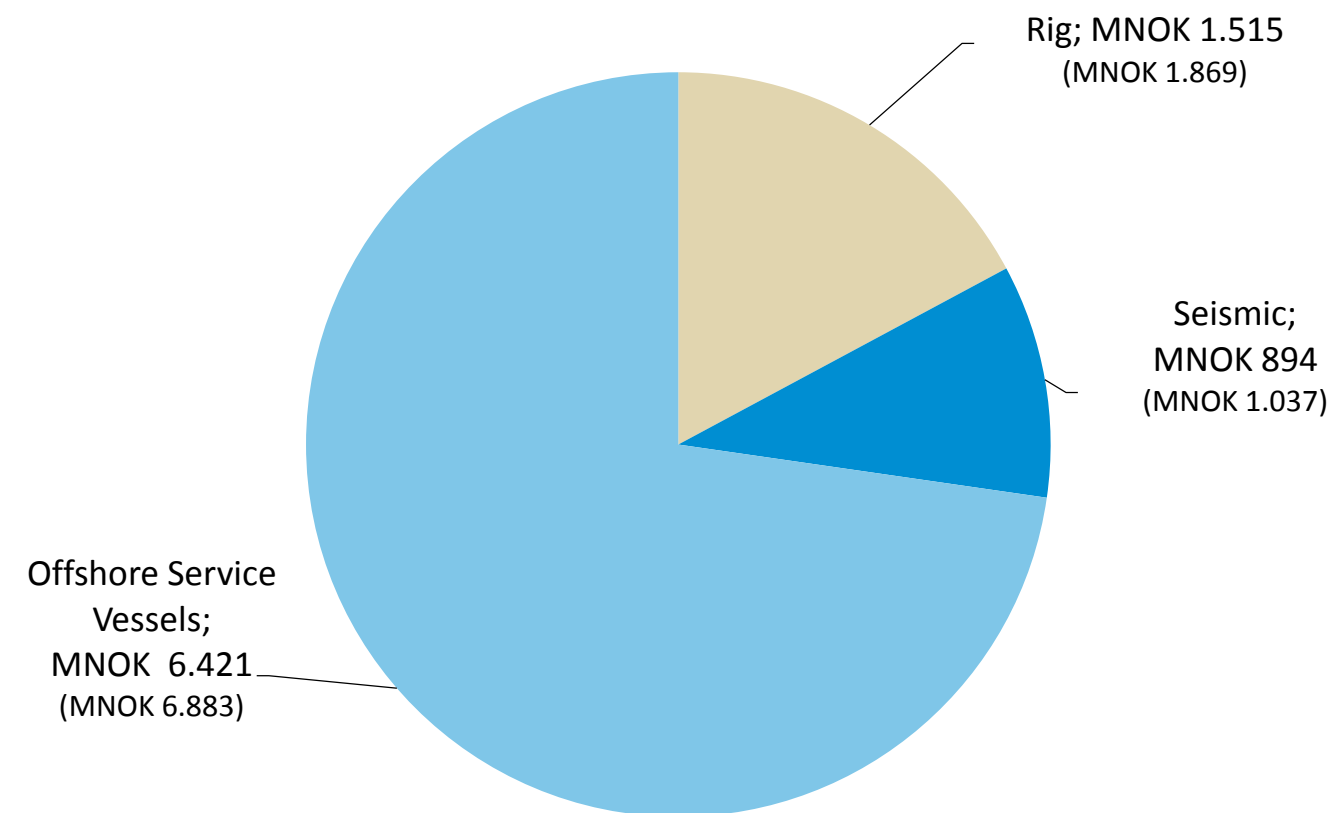
Offshore - total NOK 8.8 billion

(NOK 9.8 billion as at 31.12.2016)

- Offshore Service Vessels
 - EAD NOK 6.4 billion, average weighted probability of default is 2.6%, weighted average age is 8.5 years, average weighted contract coverage for 2017 and 2018 of 53% and 42% respectively, average weighted LTV 109%, 92 vessels
- Rig
 - EAD NOK 1.5 billion, average weighted probability of default is 2.0%, weighted average age is 8.4 years, average weighted contract coverage for 2017 and 2018 of 67% and 51%, average weighted LTV 81%, 17 rigs
- Seismic vessels
 - EAD NOK 0.9 billion, average weighted probability 0.8%, weighted average age is 12.9 years, average weighted contract coverage for 2017 and 2018 of 67% and 67% respectively, average weighted LTV 107%, 7 vessels
 - Applies to ship financing, not seismic equipment

Offshore

- EAD NOK 8.8 billion, 4.3% of the bank's total EAD
- Average weighted probability of default for the offshore portfolio is 2.3%
- Exposure primarily to industrial-oriented shipping companies with strong ownership and integrated organisation



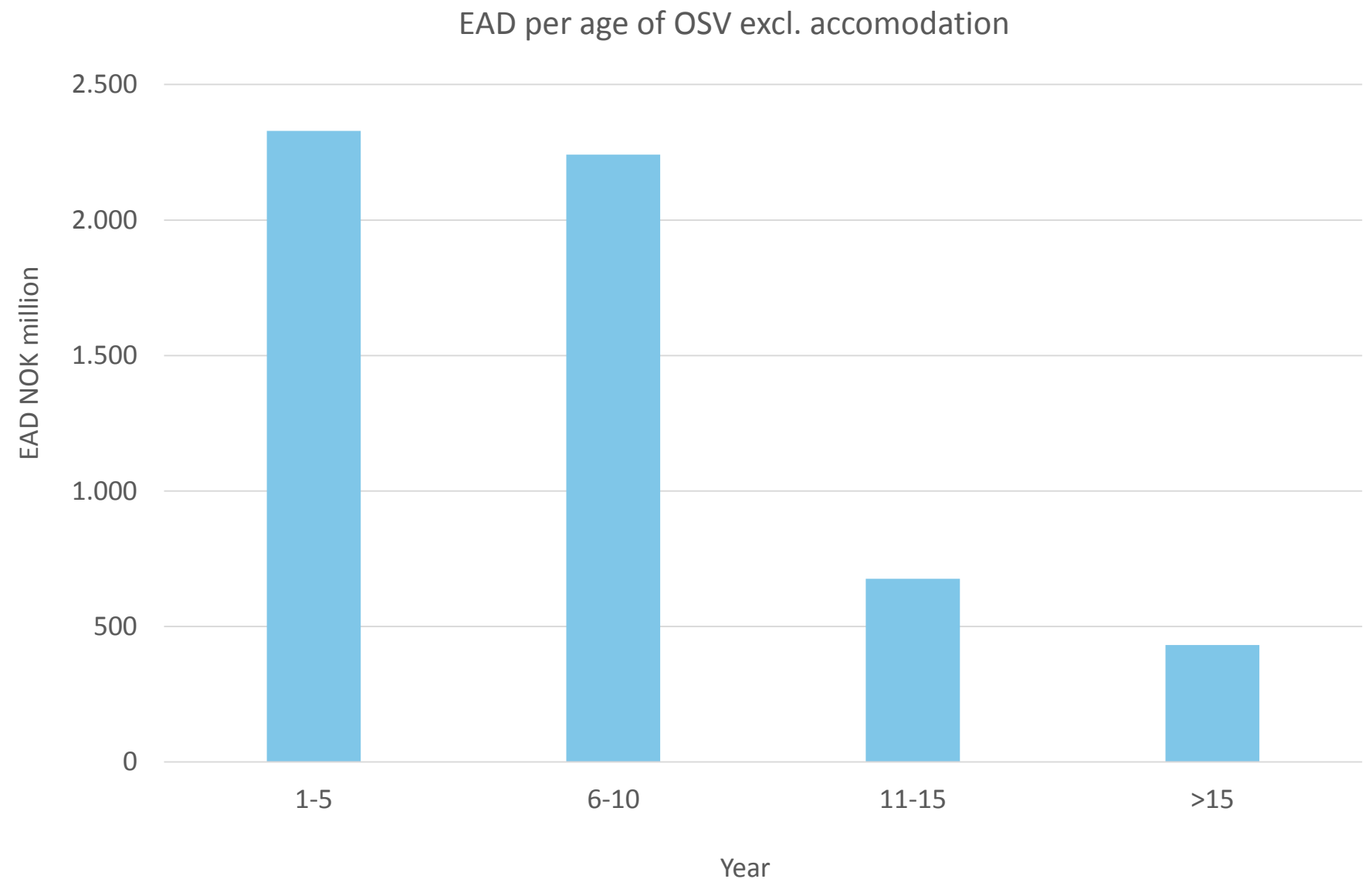
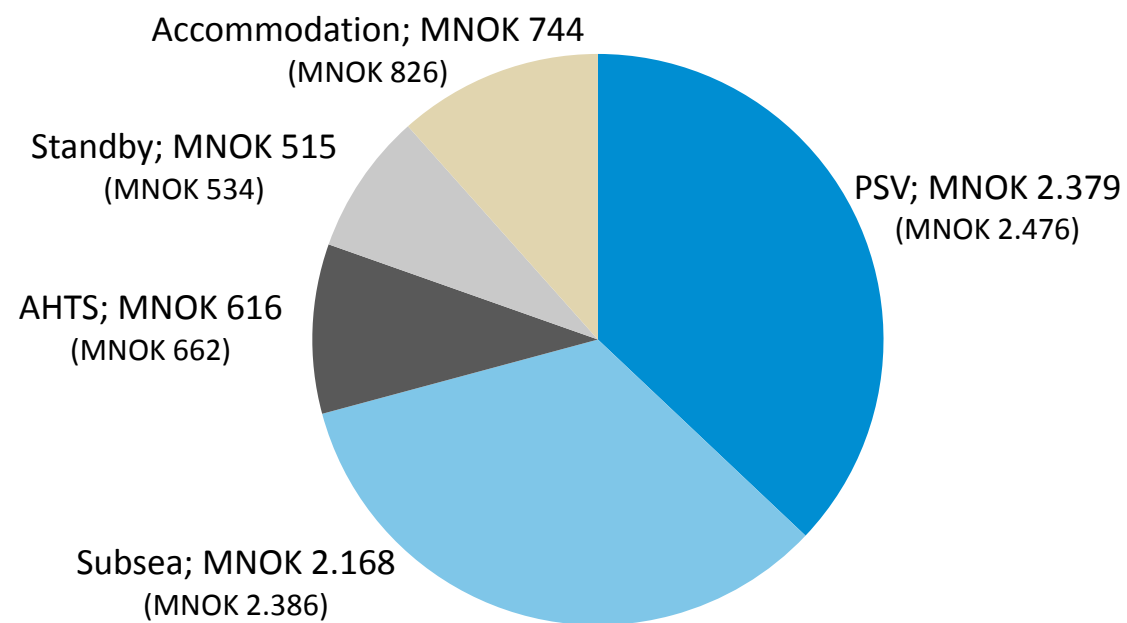
EAD: Exposure at default
 Figures as at 30.09.2017. Figures in parentheses as at 31.12.2016.
 LTV: Loan to Value. Value estimates per 31.12.2016

Offshore Service Vessels – total NOK 6.4 billion

(NOK 6.9 billion as at 31.12.2016)

Offshore Service Vessels

- Most customers with long history as a borrower in SpareBank 1 SR-Bank
- Most of the companies are listed on stock exchange or family owned
- A major part is industrially focused companies, only a small number of financially oriented owners

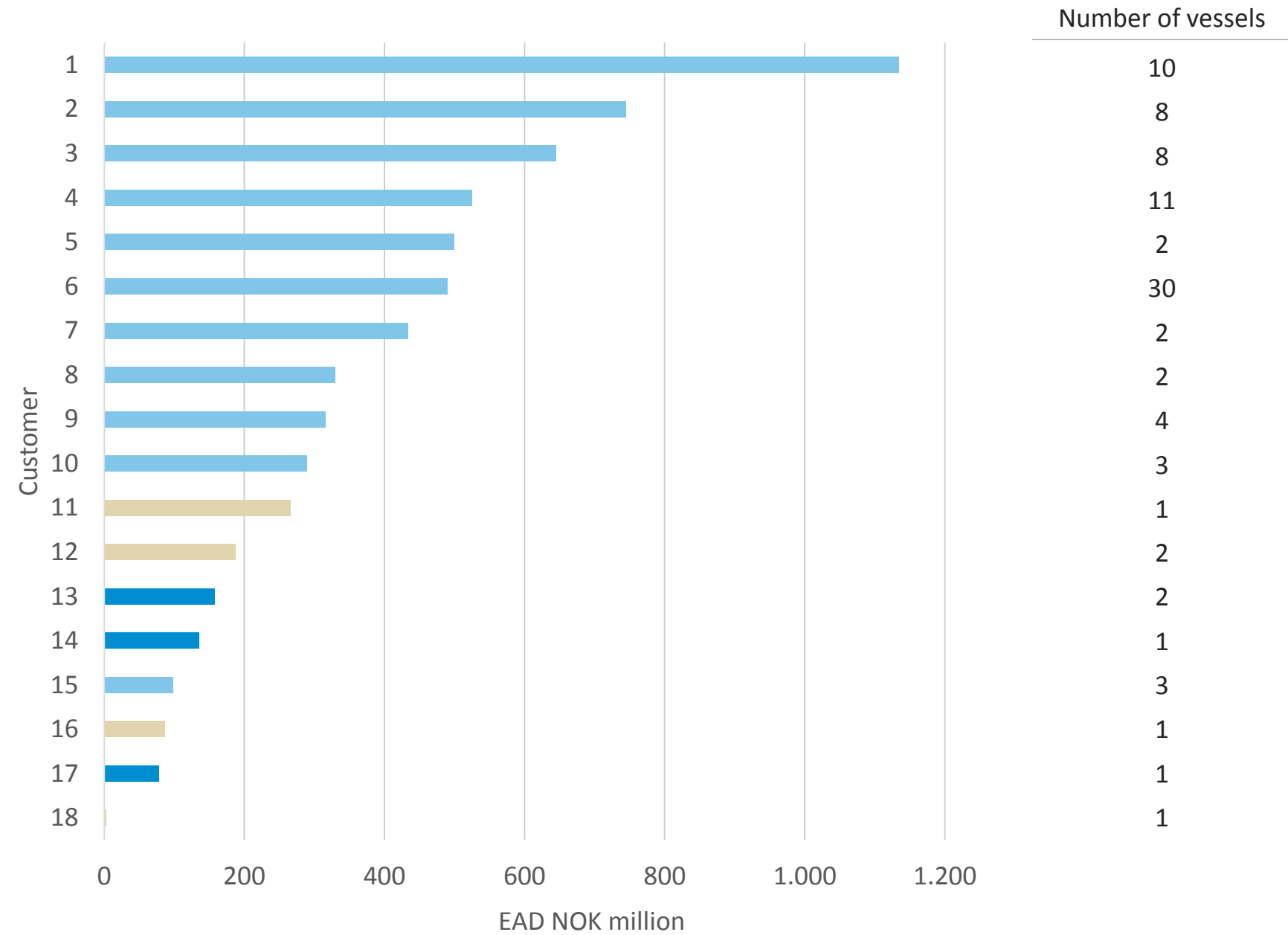


EAD: Exposure at default

Figures as at 30.09.2017. Figures in parentheses as at 31.12.2016.

Offshore Service Vessels – largest customer group

- Well diversified portfolio. One commitment of NOK 1.1 billion, rest of NOK 750 or lower.
- Total EAD for the portfolio is NOK 6.4 billion of which;
 - NOK 5.5 billion consists of 11 restructured commitments
 - NOK 0.4 billion consists of 3 commitments under consideration
 - NOK 0.5 billion consists of 4 commitments where it is not required
- Financing of 92 vessels, all with 1. priority pledge

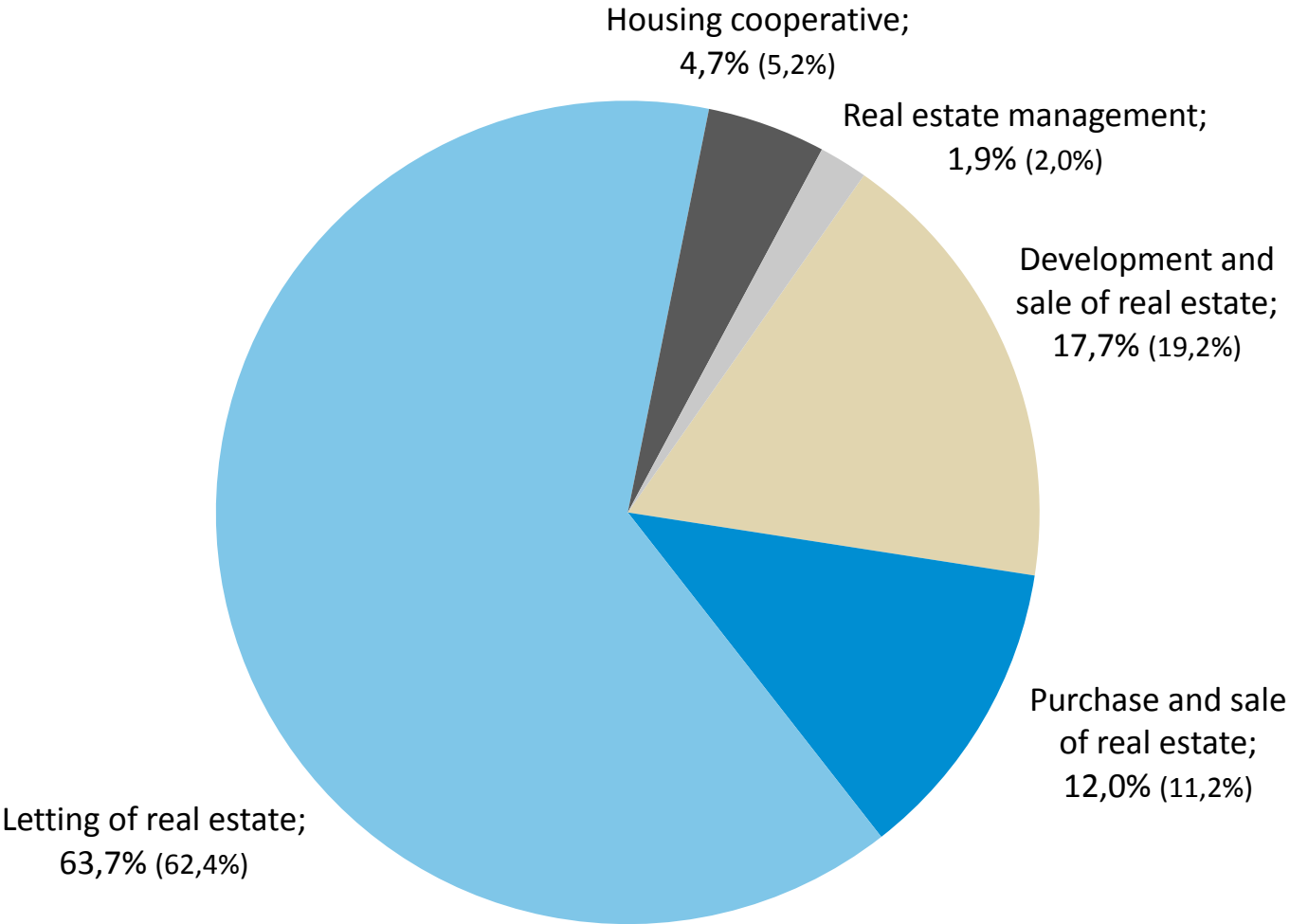


■ Restructured
 ■ Under consideration
 ■ Not required

Lending to commercial property

Lending to commercial property

- NOK 27.7 billion, 15% of the bank's total loans.
- The portfolio is characterised by lending to commercial properties for leasing with long-term contracts and financially solid tenants. The vacancy rate is limited. Interest rates for a significant portion of this portfolio have been hedged.



Sector allocation in accordance with the standard categories from Statistics Norway. Figures in parentheses as at 30.09.2016.

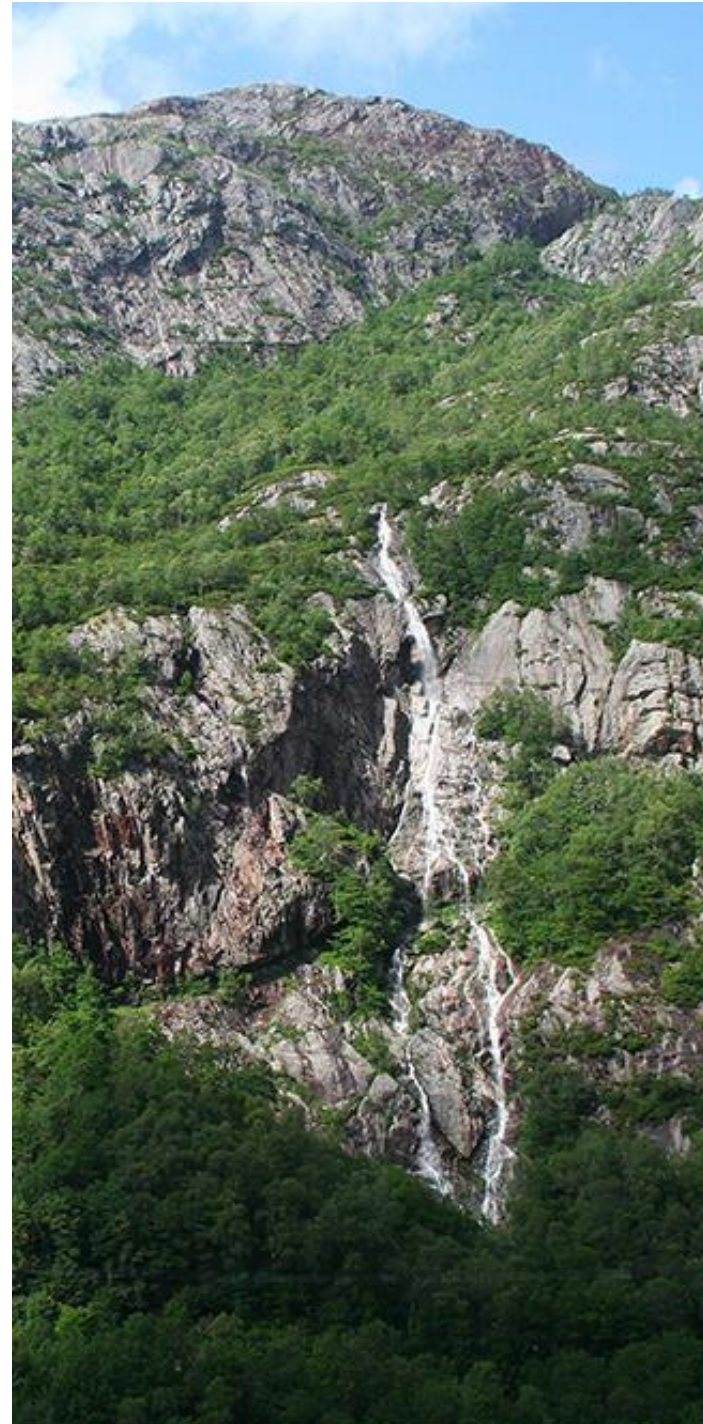
APPENDIX

- 1) Macro
- 2) Oil related portfolio
- 3) Risk**
- 4) SpareBank 1 SR-Bank

SpareBank 1 SR-Bank has a moderate risk profile in which no single event should be capable of seriously harming the bank's financial position



- The core purpose of the banking industry is to create value by assuming deliberate and acceptable risk
 - SpareBank 1 SR-Bank therefore invests significant resources in developing risk management systems, processes and expertise that are in line with leading international practice
- The bank's primary market areas are Rogaland, the Agder counties and Hordaland
 - Financing outside this market area is based on customers based in the group's market area
- The bank's set clear requirements for loan activities in the corporate market
 - The activities that are financed must have a long-term perspective
 - The group must be very familiar with the ownership and management of the company
 - All financing decisions are based on the customer's debt-servicing capacity and a lack of debt-servicing capacity may not be compensated for through higher security
 - Shipping and offshore related financing (including significant parts of oil-related activities) are handled by centralised expertise

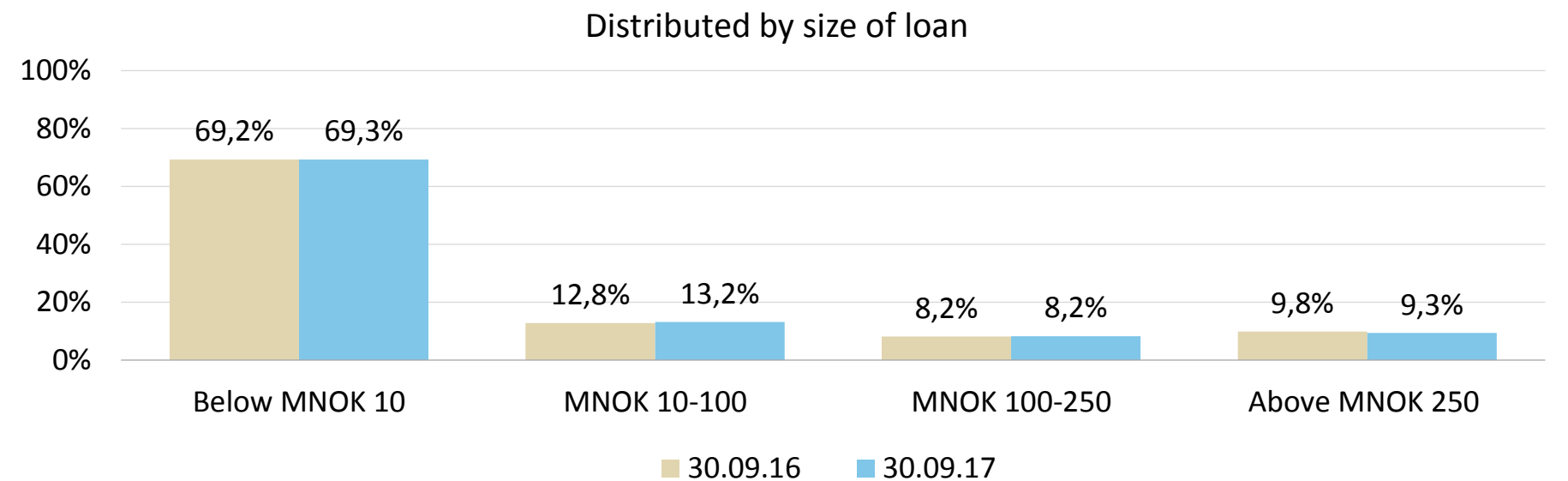
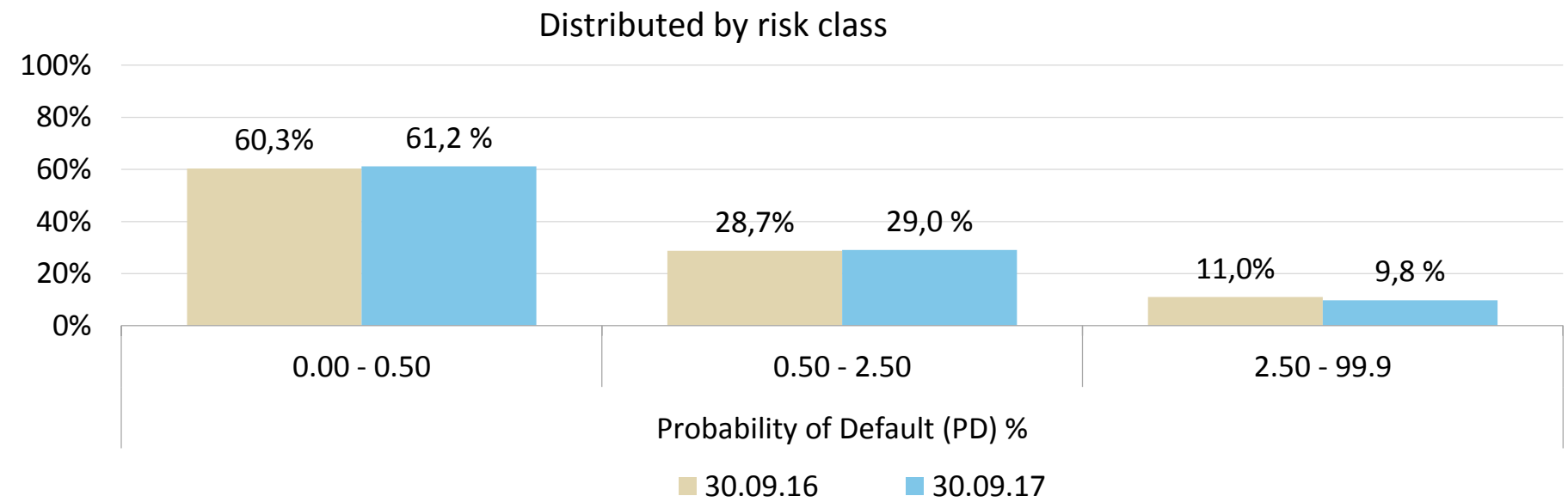


- The bank sets specific limits for the size of commitments as well as requirements concerning industry diversification
 - The maximum total exposure to an individual customer must be significantly lower than the regulatory requirements
 - The maximum unsecured exposure to an individual customer must not be so great that the potential loss cannot be absorbed without the group's financial position being significantly affected
 - This requires a diversified portfolio. The exposure to specific industries is subject to specific limits.
- The bank sets special requirements for all property financing
 - Self-financing requirements apply for all types of property financing - in relation to both residential and commercial property
 - Advanced sales requirements also apply for financing housing development projects
 - In addition to this, requirements that limit loan size/rent income ratio apply for financing commercial property



Risk profile of the loan portfolio

- SpareBank 1 SR-Bank has a solid loan portfolio.
- 61.2% of the bank's loan exposure has a PD* below 0.5%.
- Single loan exposures less than NOK 10 million aggregates 69.3% of total loan portfolio.
- Single loan exposures above NOK 250 million is 9.3% of total loan portfolio.



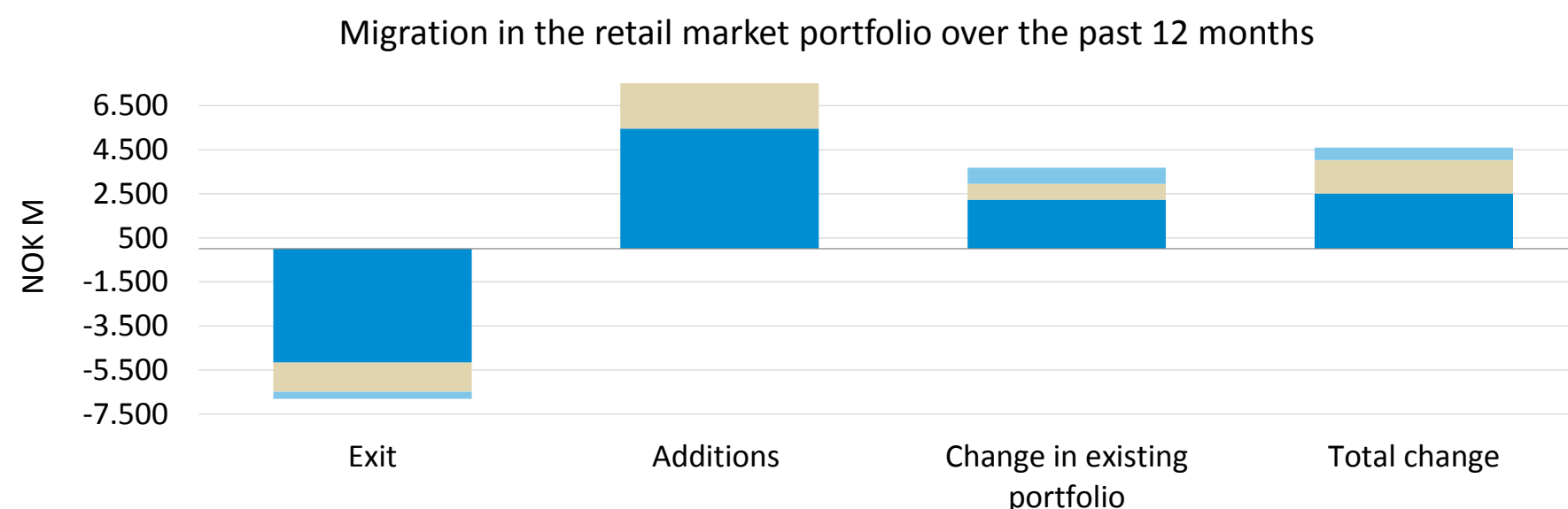
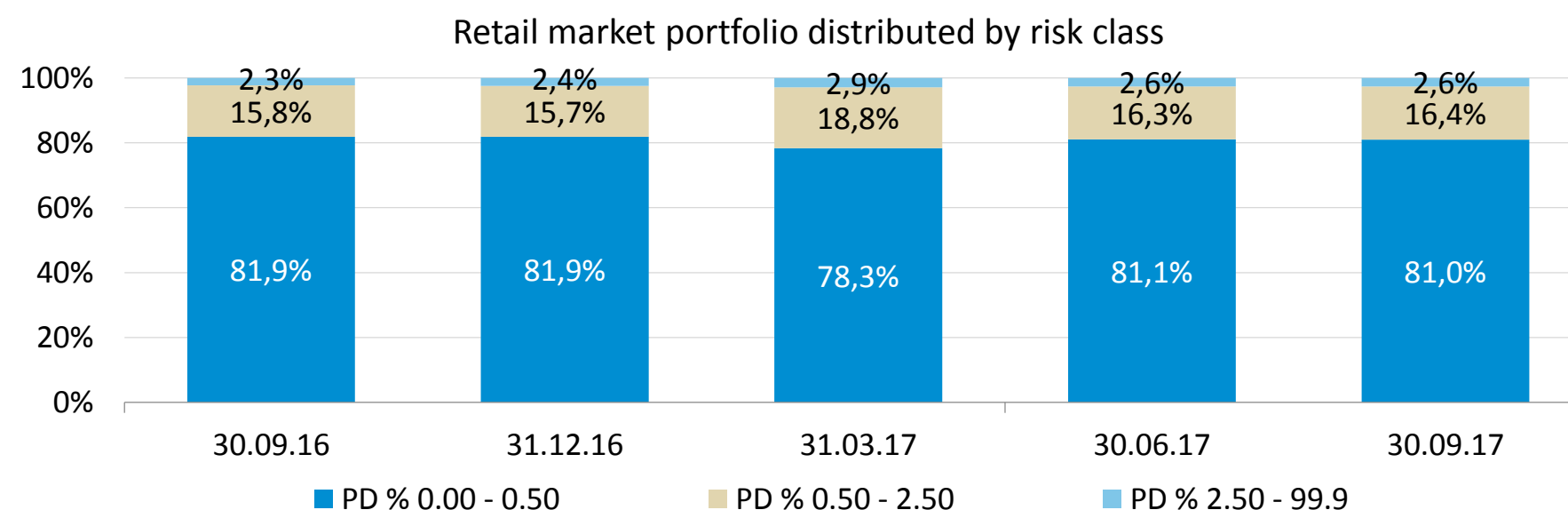
*Probability of default (PD) through a full cycle of loss.

The figures include the loan portfolio in the covered bond companies (SpareBank 1 Næringskreditt AS, SpareBank 1 Boligkreditt AS and SR-Boligkreditt AS).

SpareBank 1 SR-Finans was merged into SpareBank 1 SR-Bank from 1 January 2017 and the SR-Finans portfolio is included in the figures from January 2017.

Risk profile – Lending to the retail market

- The quality of the retail market portfolio is considered to be good and has low potential losses.
- The proportion of loans with a PD* below 0.5 % is 81.0 % of the total retail portfolio.
- The low risk profile is achieved through prudent customer selection and requirements for moderate LTV. Most of the portfolio is secured against a mortgage on real estate, and lending is overall moderate compared to asset value.
- Merged portfolio from SpareBank 1 SR-Finans consists of object and consumer finance, which has a higher risk than the bank's portfolio of lending secured by real estate.



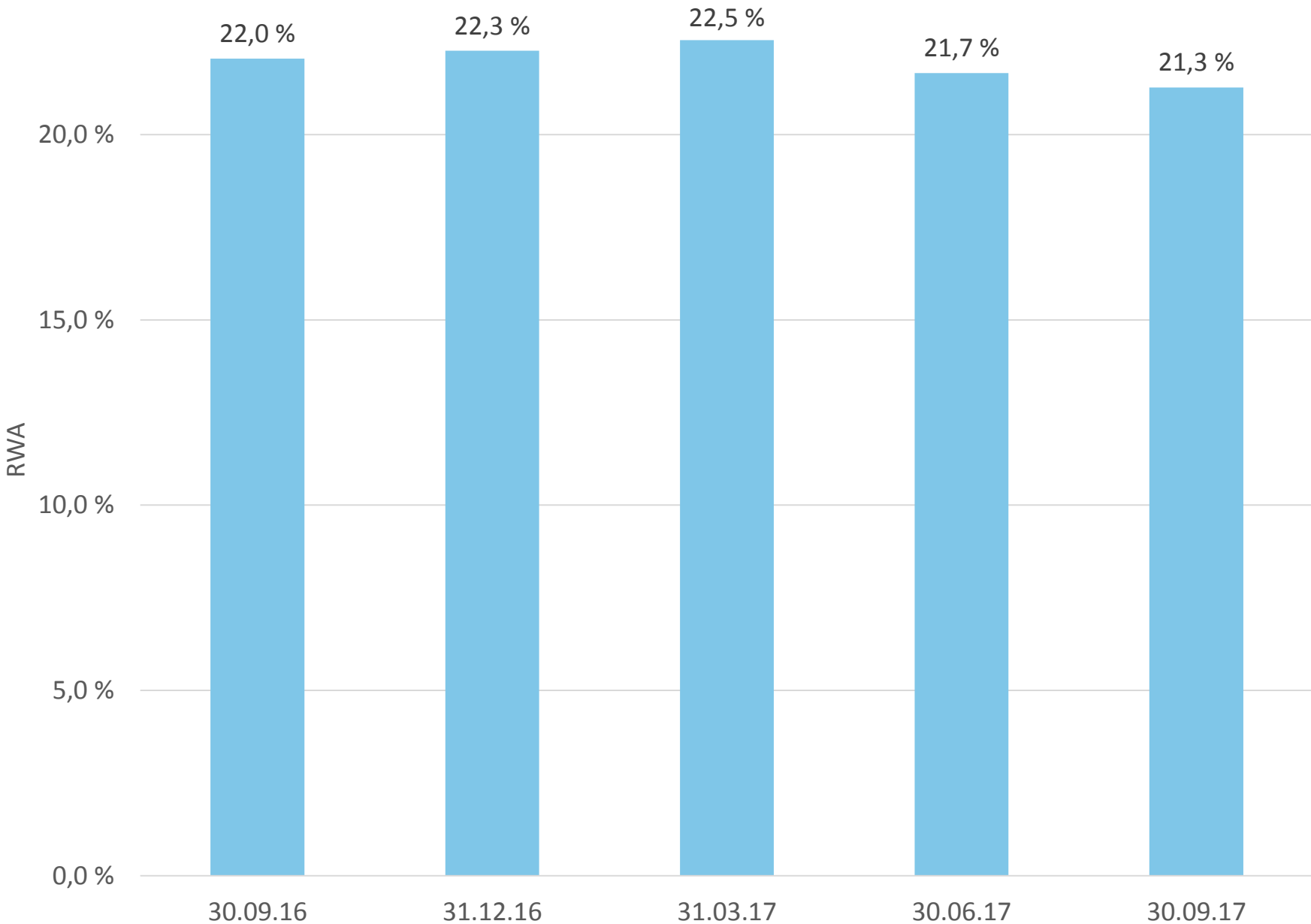
*Probability of default (PD) through a full cycle of loss.

The figures include the loan portfolio in the covered bond companies (SpareBank 1 Boligkreditt AS and SR-Boligkreditt AS).

SpareBank 1 SR-Finans was merged into SpareBank 1 SR-Bank from 1 January 2017 and SR-Finans is included in the figures from first quarter of 2017.

RWA home mortgages

- RWA on home mortgages reflects a solid and stable portfolio.

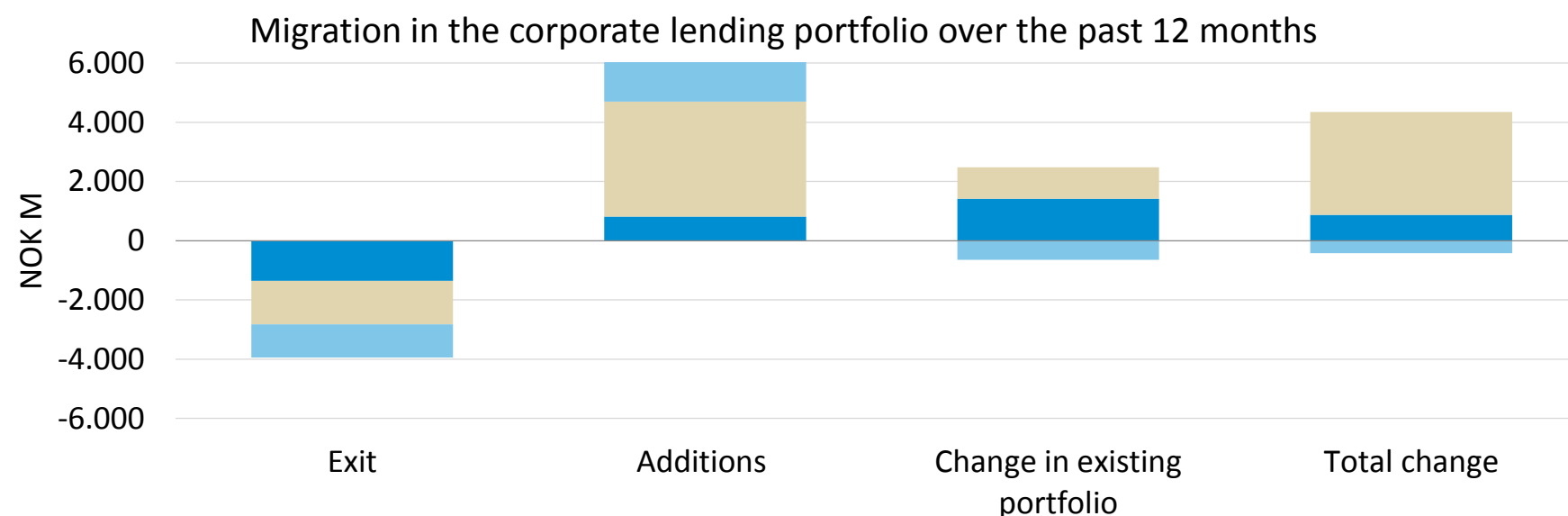
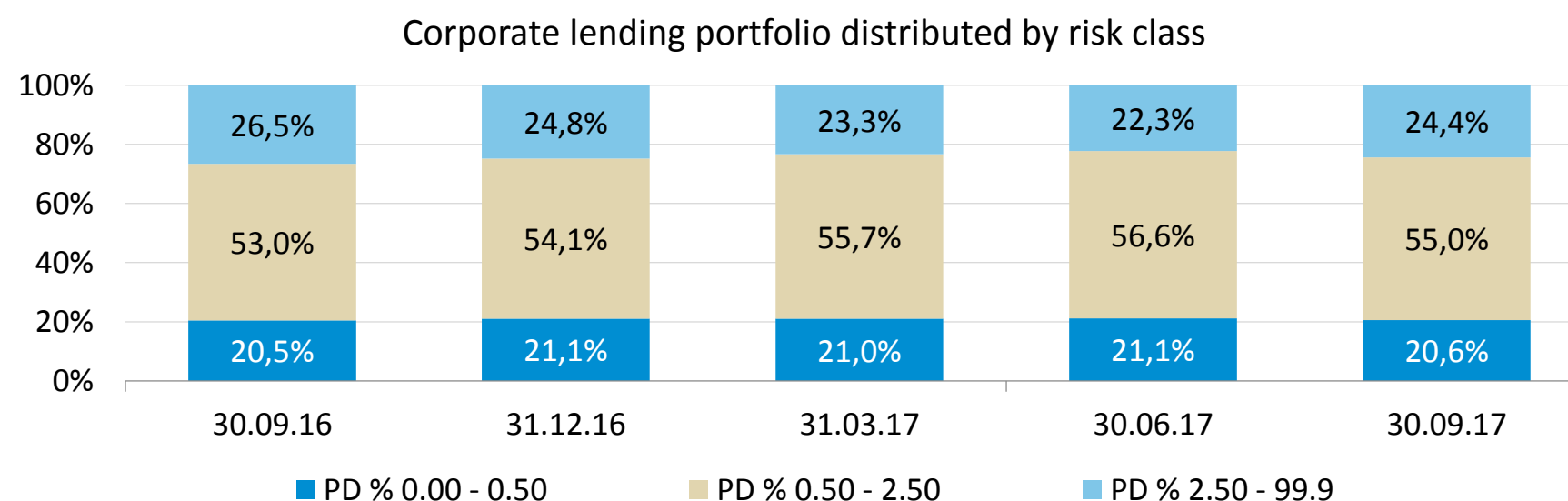


Home mortgages as defined in the Norwegian IRB framework; residential property must make up at least 30 % of a loan's security.

The figures include the loan portfolio in the covered bond companies (SpareBank 1 Boligkreditt AS and SR-Boligkreditt AS).

Risk profile – Corporate lending

- The quality of the corporate market portfolio is good. There is a clearly defined framework that sets limit on what is funded and conditions for particular funding purposes. This ensures a robust portfolio.
- Merged corporate lending portfolio from SpareBank 1 SR-Finans from 1 January 2017 primarily consists of leasing, and has approximately the same risk profile as the bank's portfolio.
- The share of costumers with PD* below 0.5 % is at 20.6 %.



*Probability of default (PD) through a full cycle of loss.

The figures include the loan portfolio in the covered bond companies (SpareBank 1 Næringskreditt AS).

SpareBank 1 SR-Finans was merged into SpareBank 1 SR-Bank from 1 January 2017 and SR-Finans is included in the figures from first quarter of 2017.

APPENDIX

- 1) Macro
- 2) Oil related portfolio
- 3) Risk
- 4) **SpareBank 1 SR-Bank**

SpareBank 1 SR-Bank ASA

Divisions of SpareBank 1 SR-Bank ASA

Capital Markets

Number of man-years: 31

Retail Market

Number of man-years: 507

Corporate Market

Number of man-years: 171

Administration & Support

Number of man-years: 215

Fully owned companies

EiendomsMegler 1

Leading real estate broker
Number of man-years: 205

SpareBank 1 SR-Forvaltning

Asset management
Number of man-years: 11

SpareBank 1 Regnskapshuset SR

Accounting and advisory
Number of man-years: 87

SR-Boligkreditt

Covered Bond Funding
Number of man-years: 1

FinStart Nordic

The company will be a start-up factory for new ideas
Number of man-years: start-up 1 January 2018

Partly owned companies

BN Bank

(23.5%)
Commercial bank located in Oslo and Trondheim

SpareBank 1 Boligkreditt

(13.9%)
Covered bond company (mortgages)

SpareBank 1 Kredittkort

(17.9%)
Credit card company located in Trondheim

SpareBank 1 Gruppen

(19.5%)
Holding company for the SpareBank 1 - Alliance

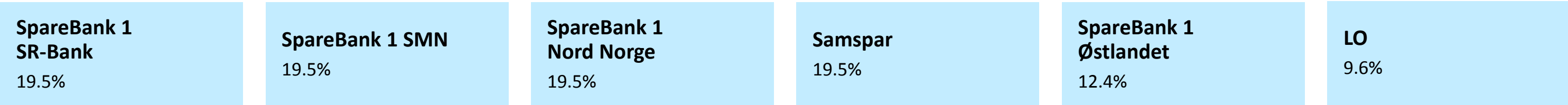
SpareBank 1 Næringskreditt

(21.9%)
Covered bond company (commercial real estate)

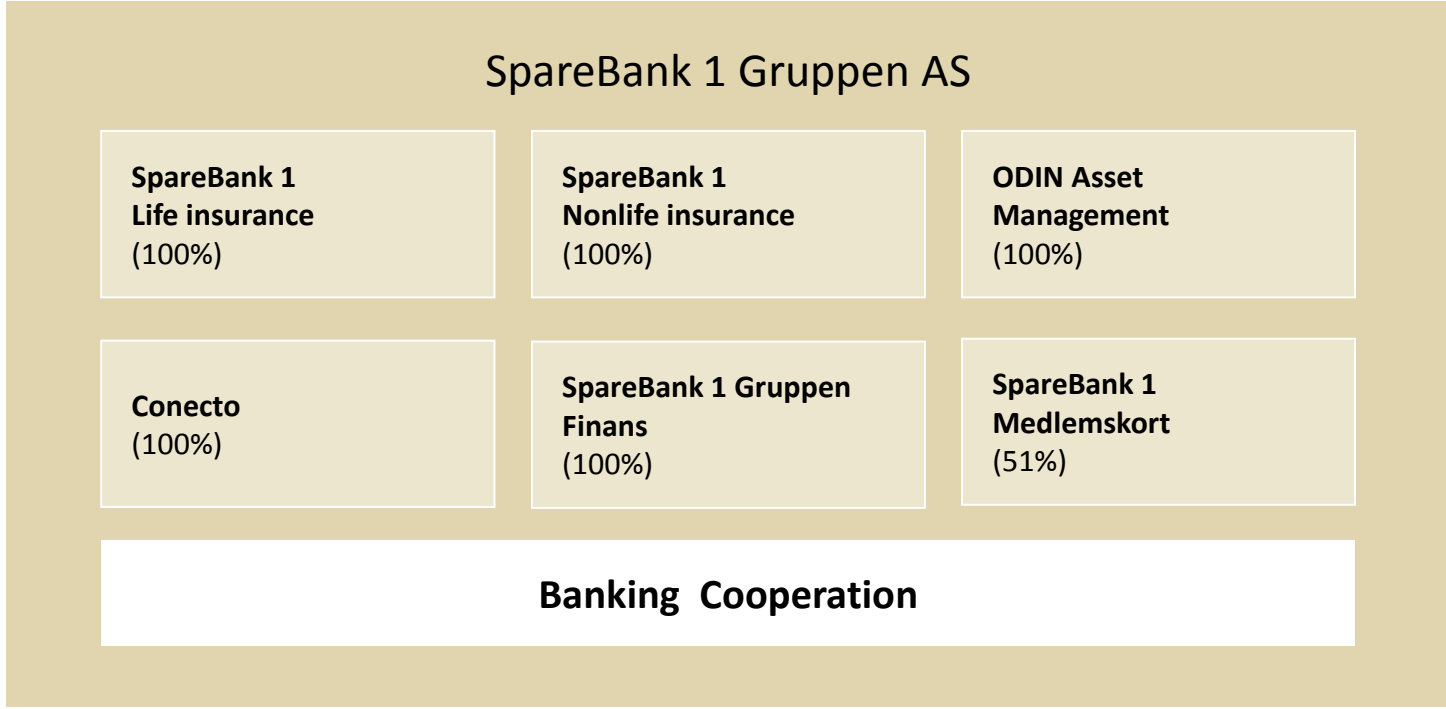
SpareBank 1 Betaling*

(19.7%)
The company behind mobile payment solution
*Owner 25% in VIPPS AS

SpareBank 1 Alliansen



Products, commissions, dividends ↑ ↓ Sales, loan portfolios, capital



Owners of the alliance

All credit decisions are made at the local banks
Economies of scale related to expenses, IT solutions, marketing and branding

Our vision: the customer's first choice in Southern and Western Norway

Objectives

- SpareBank 1 SR-Bank's objectives are to stimulate growth and development in the region
- To provide a sustainable contribution to the wealth creation process in the region through:
 - A sustainable and profitable business model
 - An owner-friendly, stable dividend policy

Strategic goals

- Nearer to people and companies
- We want to be nearer to people and companies than our competitors by understanding the people, companies and markets in the region better than our competitors.
- We want to learn what is important for our customers through a combination of close, personal relationships and the proper utilisation of customer data. We want to be an accessible, long-term partner whom the customers trust.

Financial goals

- Return on equity of 11% after tax in 2017. The longer term target is a minimum of 12%.
- Top 50% return on equity and cost/income in a Nordic benchmark

Strategic focus

- Portfolio quality
- Managed and selective growth, greater product mix
- Risk pricing
- Portfolio management
- Innovation, digitalisation and continuous streamlining - cost effectiveness
- Strengthening capital
- Diversified funding platform

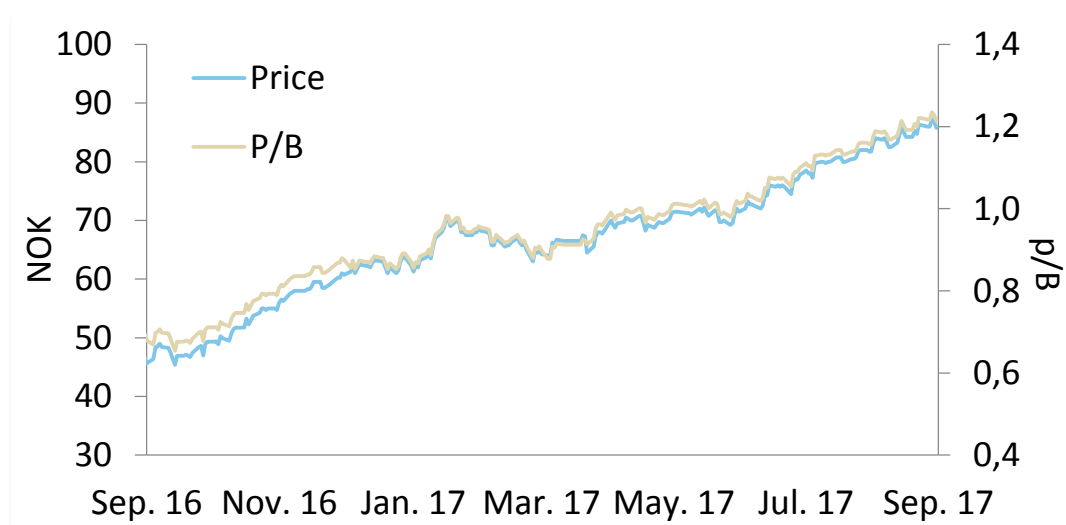
Balance sheet

Balance sheet (MNOK)	30.09.2017	30.09.2016
Cash and balances with central banks	271	172
Balances with credit institutions	4.135	1.073
Net loans to customers	165.787	156.153
Certificates, bonds and other fixed-income securities	29.579	21.737
Financial derivatives	3.960	4.653
Shares, ownership stakes and other securities	562	579
Business available for sale	0	23
Investment in associates	4.450	4.858
Other	6.565	3.971
Total assets	215.309	193.219
Balances with credit institutions	2.172	4.729
Deposits from customers	98.602	87.240
Listed debt securities	86.341	74.140
Financial derivatives	2.113	3.554
Other liabilities	3.586	2.570
Additional Tier 1 and Tier 2 capital instruments	3.161	3.256
Total liabilities	195.975	175.489
Total equity	19.334	17.730
Total liabilities and equity	215.309	193.219

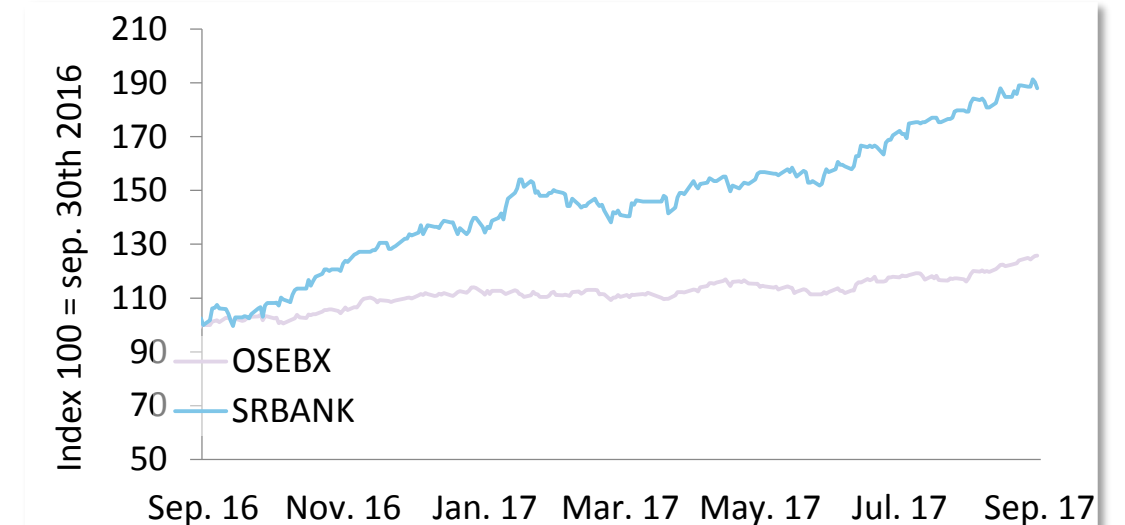
SRBANK share

- International ownership is 22.0% per 3. quarter 2017.
- Total market value at 3. quarter 2017 is NOK 21.9 billion.

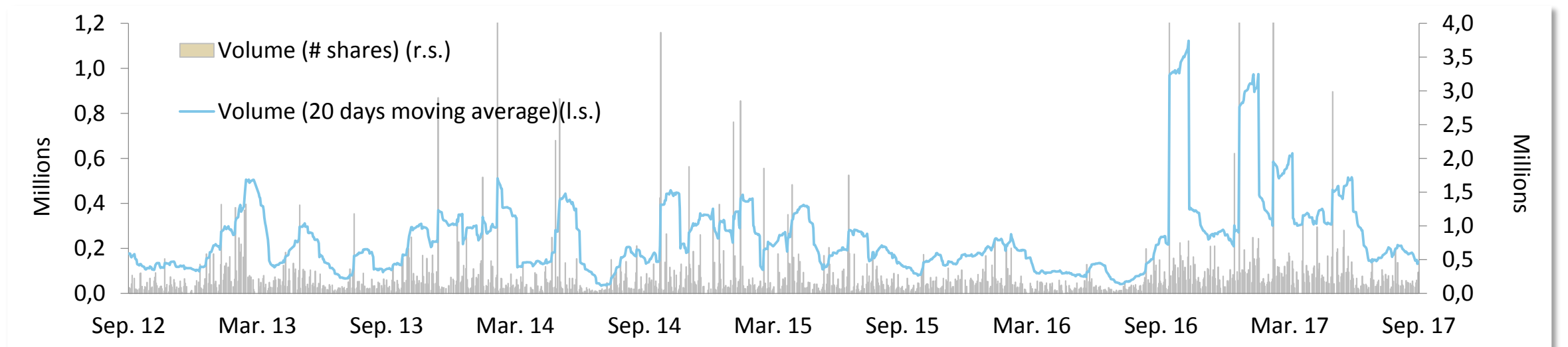
Development in Price/Book



Relativ share price development



Trading volume development



20 largest shareholders as at September 2017

- Ownership interests:
 - From Rogaland, Agder-counties and Hordaland: 45.7 % (49.7 %)
 - International: 22.0 % (16.2 %)
 - 10 largest: 48.3 % (54.9 %)
 - 20 largest: 55.4 % (61.7 %)
- Number of shareholders 30.09.2017: 10 979 (9 766)
- Employees owning 1.6 % (1.8 %)

Investor		Number	Stake
Sparebankstiftelsen SR-Bank		72.419.305	28,3%
Folketrygdfondet		14.627.715	5,7%
State Street Bank and Trust Co, U.S.A.	Nominee	8.345.484	3,3%
SpareBank 1-stiftinga Kvinnherad		6.226.583	2,4%
Vpf Nordea Norge Verdi		5.957.547	2,3%
Danske Invest Norske Instit. II		3.595.310	1,4%
Verdipapirfondet DNB Norge (IV)		3.539.205	1,4%
Odin Norge		3.506.393	1,4%
State Street Bank and Trust Co, U.S.A.	Nominee	2.860.548	1,1%
Clipper AS		2.565.000	1,0%
Pareto Aksje Norge		2.385.513	0,9%
KLP Aksjenorge Indeks		1.930.347	0,8%
Danske Invest Norske Aksjer Inst.		1.887.194	0,7%
JPMorgan Chase Bank N.A., U.S.A.	Nominee	1.880.641	0,7%
KAS Bank NV, Nederland	Nominee	1.877.761	0,7%
Vpf Nordea Norge Avkastning		1.664.410	0,7%
Westco AS		1.662.987	0,7%
Pareto AS		1.640.867	0,6%
Vpf Nordea Kapital		1.516.050	0,6%
Forsvarets Personellservice		1.513.556	0,6%
Top 5		107.576.634	42,1 %
Top 10		123.643.090	48,3 %
Top 20		141.602.416	55,4 %

Figures in parentheses as at 30.09.2016.

SR-Bank pr 30.09.2017

	30.09.2017	2016	2015	2014	2013	2012
Share price	85,75	60,75	39,30	52,50	60,25	37,20
Stock value (MNOK)	21.931	15.537	10.051	13.427	15.409	9.514
Book value per share, NOK (group)	75,07	71,54	66,14	60,28	55,00	49,48
Earnings per share	5,98	6,87	6,83	8,20	7,28	5,33
Dividend per share	n.a	2,25	1,50	2,00	1,60	1,50
P/E	10,75	8,84	5,75	6,40	8,28	6,99
P/BV (group)	1,14	0,85	0,59	0,87	1,10	0,75

Trading volume in Q3 2017: 4.2 % (3.1 %)

On 1 June 2017, the SR-Bank share was included in the Oslo Stock Exchange's main index and this may result in increased trading of the share going forward.



Contact Details

Adress

Bjergsted Terrasse 1
Postboks 250
4066 Stavanger

Tel: +47 915 02002
www.sr-bank.no

Management



Arne Austreid

CEO

Tel.: +47 900 77 334

E-post: arne.austreid@sr-bank.no



Inge Reinertsen

CFO

Tel.: +47 909 95 033

E-post: inge.reinertsen@sr-bank.no

Investor Relations



Stian Helgøy

Investor Relations

Tel.: +47 906 52 173

E-post: stian.helgoy@sr-bank.no